Form 3160-3 (November 1983) (formerly 9-331C)

UNITED STATES

line

back to

26#/ft.

SUBMIT IN TH (Other instructions on reverse side) Form approved. Budget Bureau No. 1004-0136 Expires August 31, 1985

	DEPARTMEN	IT OF THE INTE	RIOR		5. LEASE DESIGNATION AN	D SERIAL MO					
	BUREAU O	F LAND MANAGEME	NT		14-20-Н62-4						
APPLICATIO	N FOR PERMIT	TO DRILL, DEEP	EN. OR PLUG	BACK							
1a. TYPE OF WORK	RILL 🖾	DEEPEN	PLUG B		Ute Indian Tribe 7. UNIT AGRESHMENT NAME						
	GAS OTHER		INGLE MUL	TIPLE	8. PARM OR LEASE NAME						
2. NAME OF OPERATOR	ergy Corporati	ion			Ute 13						
3. ADDRESS OF OPERATOR	engy corporat.	LOII			1						
4. LOCATION OF WELL (enter, Suite (Report location clearly and 30' FEL NE %	600, Ardmore,	OK 73401 State requirements.*)		Green River	Wildcat					
At proposed prod. so Same		NE 4			11. SBC., T., R., M., OR BLE AND SURVEY OF AREA Sec. 13, T4S,						
Approximat	ely 12.0 mile	es South of Fo	_		12. COUNTY OR PARISH 1 Uintah	8. STATE Utah					
15. DISTANCE FROM PRO- LOCATION TO NEARE PROPERTY OR LEASE (Also to nearest dr	ST	80	/ M/ /		OF ACRES ASSIGNED HIS WELL						
18. DISTANCE FROM PRO TO NEAREST WELL, OR APPLIED FOR, ON T	DRILLING, COMPLETED,	19. PI	OOO' DEPTH		otary						
21. ELEVATIONS (Show w	hether DF, RT, GR, etc.)				22. APPROX. DATE WORK 7/15/88	WILL START*					
23.		PROPOSED CASING ANI	CEMENTING PROG	RAM							
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH		QUANTITY OF CEMENT						
12 ¼"	10 3/4"	sacks Class "H	11								

7000'

1000'



360 sacks

DIVISION OF OIL, GAS & MINING

Uintah Engineering	nd Land Surveying for Holden Ene	rgy Corporation
BIGNED Jaurenigh	Consultant Consultant	DATE 7/8/88
(This space for Federal or State office	use)	
PERMIT NO.	APPROVAL DATE	



APPENDIX # 4

EMERGENCY PHONE NUMBERS

DUCHESNE COUNTY HOSPITAL	801-722-4691
LIFE FLIGHT L.D.S. HOSPITAL S.L.C. UT.	801-321-1234
	801-321-1911
AERA DOCTORS	
DR. Terry Buxton	801-722-2211
DR. Keith Evans	801-722-4652
AMBLANCE SERVICE	· .
Ute Indian Tribe	801-722-2911
Roosevelt Amblance	801-722-4558
UINTAH COUNTY SHERIFF	801-789-2511
	801-781-0770



APPENDIX # 5

KUEL: 920 Radio Station Vernal UT.

801-789-0920

Roosevelt UT.

801-722-0920

Roosevelt Municipal Airport Poleline Rd. 801-722-4741 Roosevelt UT.

P. O. Box 234 303-675-5274 Rangely, CO 81648 Bellsafety

APPENDIX #6

B.L.M. (VERNAL)

801-789-1362

MR. Cody Hansen

MR. Jerry Kenczka

MR. Ed Rorsman

E.P.A. Air Quality Control S.L.C. U.T.

801-538-6108

Recommended Guidennes for Tening Personnel on Drilling Locations Where Hydrogen Sulfide Gas May Be Encountered

LAND OPERATIONS TRAINING PROCEDURES

When drilling in an area where known or suspected hydrogen sulfide gas (H2S) may be encountered, definite training requirements must be carried out. The following training guidelines will provide precautions for personnel and equipment for a successful operation. The procedures will apply on any oil or gas drilling location. These guidelines meet requirements of many government regulatory agencies.

PHASE I. ARRIVAL AT WORKSITE

At the drilling location, the following preliminary steps should be taken:

- A. The employees should be introduced to their driller or supervisor.
- B. The employees will be introduced to the supervisor in charge of the operation.
- C. The employees will be introduced to the person in charge of training.
- D. They should be informed of the current well condition in relation to the drilling in progress.
- E. Safety rules should be explained to all personnel.

PHASE II. INTRODUCTION TO HYDROGEN SULFIDE CONSIDERATIONS

- A. Explain the properties of H2S to new or transferring employees and the potential hazards of working in an environment of hydrogen sulfide gas.
- B. Long hair, large bushy sideburns, full beard, false teeth or contact lenses can interfere with the function of the mask. Eardrums should be checked for perforations. Any prospective employee with any of these impairments to mask operation must agree to abide by the company rules and make any corrections needed to comply with the H2S equipment regulations.
- C. The employee should review a copy of the following:
 - 1. Company instructions on H₂S and SO₂.
 - 2. Toxicity table and properties of both H₂S and SO₂.
 - 3. Name or title of immediate supervisor and outline of training procedures.
- D. An H2S training film or slide/tape should be available to show the employee during his orientation.
- E. At the conclusion of the indoctrination, the new or prospective employee should sign a form stating that he understands and agrees to abide by the company requirements. This form should be kept for future reference.

PHASE III. H2S PROCRAM BRIEFING

The person in charge of training should explain the following:

- A. The H₂S contingency plan. This is a written document outlining the requirements, procedures and instructions for drilling a hydrogen sulfide well. This plan specifically elaborates on the type of well and drilling safety equipment. It describes the procedures to be followed during H₂S encounter, the type of training that will be performed and an evacuation plan. This booklet shall be located in an area accessible to all personnel and reviewed by each individual. Questions concerning the material in this booklet should be brought to the attention of the individual's supervisor.
- B. H₂S sensing and monitoring equipment (including personal monitors). It should be explained in the training program that H₂S detection systems are installed on the location to provide maximum safety to all personnel. It should be emphasized that a fixed automatic system provides continuous detection throughout the day. The portable units are used for random sampling to detect H₂S. Since each location is different, the following is an outline that can be used in training personnel relative to H₂S detection systems.

1. Fixed Automatic Manned Detection System

- a Location of monitor
- b Operating procedure
- c. Describe the alarms and warning lights
- d. Location of lights
- e Location of alarm
- 1 Location of sensors

2 Portable Detection Device

- a Stored location
- b. Operating procedures

D Respiratory equipment. A paratory equipment is one of the major facility on providing personnel safety. Each individual should be totally ramiliar with each unit available on the drilling location. He should understand the procedure for operation, limitations, and maintenance. Since each individual company uses different types, brands, and placement of equipment and since rig designs differ, the following outline can be used to prepare a training program for personnel.

1. Rescue Units

- a. Location of units
- b. Operating procedures of unit
- c. Donning units
- d. Maintenance and storage of unit
- e. Changing air cylinders
- f. Recharging air cylinder

2. Work Unit

- a. Location of units
- b. Operating procedures of unit
- c. Donning unit
- d. Maintenance and storage of unit
- e. Changing air cylinder
- f. Recharging air cylinder

3. Escape Units

- a. Location of units
- b. Operating of unit
- c. Donning unit
- d. Maintenance and storage of unit
- e. Recharging air cylinder

4. Cascade Recharging System

- a. Location of units
- b. Operating procedures of unit
- c. Maintenance and storage of unit
- d. Recharging air cylinder

5. Cascade Long Duration System

- a. Location of units
- b. Operating procedures of unit
- c. Limitations of unit
- d. Regulator of unit
- e. Maintenance and storage of unit

6. Air Stations

- a. Location of unit
- b. Operating procedures of unit
- c. Limitation of unit
- d. Maintenance of unit

7. Air Compressor

- a. Location of units
- b. Operating procedures of unit
- c. Limitation of unit
- d. Filters
 - e. Air intake
 - f. Maintenance of unit
- E. Buddy Systems. When hydrogen sulfide is encountered over 10 ppm, all individuals should perform their jobs in in pairs. This practice is known as the "buddy system". The training program should cover the reasons why this procedure is necessary.
- F. Essential and non-essential personnel.
- F. Emergency communication items. (Chalkboard, voice packs, bull horns, etc.) Chalkboards are used on a H₂S location for communication between individuals when wearing respiratory equipment because a person cannot talk when wearing face mask. It should be pointed out during the training session where the chalkboard is located
- H. Safe briefing stations. There should be a minimum of two (2) briefing areas on each H₂S location, upwind of the drilling rig. During the training program it should be pointed out where the briefing areas are located and the conditions when the personnel should report to them.
- 1 Two H2S conditions (moderate danger to life and extreme danger to life & operating conditions in each is attached)

Climisure demand self-cortained air breathing apparatus for demonstration urposes. Explain how

- 1. The pressure gauge is read.
- 2. The regulator functions.
- 3. The low pressure alarm functions.
- 4. The harness is to fit the body.
- 5. The mask is donned.
- 6. The mask view plate is cleared of condensation
- 7. The pressure tank is to be filled or replaced.
- 8. The unit is serviced, sanitized, and stored back into its case for quick use.

Explain maintenance and bottle changing procedure so that they may correct minor malfunctions in order to keep the unit in service.

The employee will be required to practice donning the breathing apparatus in one minute or less starting with a closed apparatus case.

H. Institute a buddy system and explain its importance.

1. Explain the meaning of essential and non-essential personnel.

- 1. Essential personnel are members of the drilling crew whose services will be required to contain the well in the event of an H₂S emergency. These include (1) the contractors' toolpusher, (2) operator's drilling foreman, (3) mud analysis personnel, and (4) other persons needing protection on the rig the mechanic, the electrician, the welder, the engineers.
- 2. Non-essential personnel are all other persons on the installation whose services are not required to contain the well.
- 3. Each company should assign work duties and reponsibilities to best utilize their personnel.
- J. Operating Procedures For familiarization purposes, all training should include the hazards that may be encountered during the following:
 - a. Tripping
 - b. Coring
 - c. Drill stem testing (where applicable)
 - d. Kicks
 - e. H2S in mud
 - f. Neutralization of H2S
- K. Explain the proper use of emergency communications items (chalk board, voice packs, bull horns, etc.) during drills or potential emergencies.
- L. Show the employee the location of each safe briefing area. The air recharging stations in the safety areas are to be explained, and the supervisor in charge of the station during a drill or potential emergency will direct personnel in their duties.
- M. Conditions classification Areas
 - 1. "Moderate Danger to Life" condition exists when drilling depth is within 1000 feet of the expected H2S formation. All personnel should remain in a ready condition to react at the sound of the alarm.
 - 2. "Extreme Danger to Life" will exist when H2S escapes into the atmosphere and activates the alarm system.
- N. All wind direction indicators (flags, wind socks, and streamers) are to be indicated to the employee so that he will be aware of wind direction and the importance of running into the wind to a safe area when the H₂S alarm sounds.
- O. First aid training will be required with special emphasis on mouth-to-mouth resuscitation. Personnel will be instructed on the proper use of the oxygen resuscitator.

The training supervisor will record that each employee has satisfactorily completed the training program. After the personnel are trained, drills for H_2S emergency conditions will be carried out once each week or more often if conditions warrant. Records will be maintained on date of drills and personnel that participated.

PHASE V. SERVICE AND VISITING PERSONNEL

Only essential personnel will be allowed on location when Condition II (orange) or Condition III (red) situation exists. All service personnel will receive proper H₂S emergency training and a record of training will be maintained. Previous agreement should be made regarding who will provide breathing equipment for service of visiting personnel.

PHASE VI. BREATHING EQUIPMENT/WARNING SYSTEM MAINTENANCE AND TRAINING

All air breathing equipment should be checked for condition a minimum of once each week. H₂S detection and monitoring equipment should be checked daily to make certain that the equipment is functioning properly. Record dates of inspection of all equipment and tag personal breathing equipment with date of inspection.

PHASE VII H2S DRILLS

In order to train all personnel on location for efficiency in their assigned emergency duties, an H₂S drill will be held daily. Once it is decided that all personnel function satisfactorily, the drills should be held on a weekly basis.

The fact is to be instituted in all rig personnel that the sounding alarm ans only one thing. H2S is present, and everyone is to proceed to his assigned station

The following steps are to be taken when an H2S alarm sounds:

- A. All essential personnel will don their air breathing equipment. Assigned individuals will check the breathing air supply valves for the piped air systems. The driller will take necessary precautions as indicated by the contingency
- B. Bug blowers should be made operational and all open flames should be extinguished.
- C. Implement the buddy system and act upon directions from the supervisor.
- D. If there are non-essential personnel on location, they will don their air breathing equipment and move off location.
- E. Cates to location entrance will be closed and patrolled and the red flag will be displayed at gate indicating that "Extreme Danger to Life" condition exists at rig.
- F. After the drill, the H2S contingency plan regarding notifying local authorities and alerting residents near the location of possible need to evacuate the area should be discussed.
- G. Once the "all clear" signal is given, initiate the following steps:
 - 1. The H₂S person-in-charge is to check the air breathing compressors, cascades, and air piping to determine any malfunctions that might have occurred and make necessary corrections.
 - 2. Self-contained breathing equipment will be recharged for next use and checked for damages or malfunctions. Each will be properly stored.
 - 3. Hose line egress units will be checked for damages and malfunctions are readied.
 - 4. The H₂S person-in-charge will check out any problems that might have occurred with the H₂S sensing and monitoring equipment.
 - 5. Portable H₂S monitoring instruments will be used to check low areas or dead air areas around the rig for any accumulation of H2S.
 - 6. Report any damages that occurred to the H2S equipment.
- H. Keep records on all H2S drills. Records should include:
 - 1. Date
 - 2. Time
 - 3. Drilling depth
 - 4. Time required to complete the drill
 - 5. Weather conditions
 - 6. Names of personnel participating in the drill.
 - 7. Brief description of activities conducted on rig floor and safe briefing areas.
 - 9. Improper acts of personnel or the malfunctions of equipment noted during drill. Each H2S drill is also be be noted in the daily drilling reports.

PHASE VIII. EVACUATION

At the sound of an H2S alarm, the supervisor-in-charge will evaluate the condition and determine the action necessary.

- A. Upon notice to evacuate from the supervisor-in-charge, any non-essential personnel should leave immediately.
- B. If it is determined nothing else can be done to contain the well, all essential personnel will proceed to the safe briefing areas and evacuate.
- C. Notify regulatory authorities of the emergency condition. Aid in the evacuation of residents in the possible danger area if necessary.
- D. Maintain security of location. The operating company will give authorization for only essential personnel to re-enter the location.

PHASE IX FIRING OF THE WELL

When all personnel have been evacuated from the drilling location and it is determined necessary for safety, the contrigency plan for 'Firing of the Well' will be executed. All personnel in the area are to be advised to remain $\cos \sigma_0 = 6$ pm the burning well with the explanation that sulphur dioxide (SO₂), which is also a poisonous gas is creased when Hos is burned.

A re watch will be maintained until wild well is under control.

J. Wind direction indicators. Wind socks are used on a H2S location to advise the crew members of the direction of the wind. When H2S becomes present on the location, the individual will know where to move upwind to his proper protective equipment station. During the training program, the instructor should advise the individual where the wind socks are located. K. Warning Signs.

- L. Bug Blowers. Bug blowers are used on a H2S drilling site to direct the hydrogen sulfide gas during low wind days. The location of the blowers and the correct operating procedure should be pointed out to the drilling crews during the training session.
- M. Flare lines (advise as to purposes). During the training session, the individual should be advised that a flare gun is on the location for lighting the well as a last resort. It should be pointed out who is directly responsible to use the flare gun.
- N. Explosion Meter. It should be emphasized during the session that there is an explosion meter on location, where it, is placed, how it should be used, and who is responsible for it.
- O. Safety Belts and Ropes. Safety belts and ropes on a H2S location are used to pull an individual who has blacked out in a confined area. The location of safety belts and ropes and the reason for their use should be pointed out to the drilling crew during the training session.
- P. First aid requirements.

PHASE IV. TRAINING PROCEDURES

Procedures are to include:

- A. Review the H₂S contingency plan.
- B. View the H₂S visual training aids.
- C. Point out the locations of the H₂S sensors, describe their function.
- D. Point out the locations of each audible and visual alarm panel and explain how to distinguish between the two emergency conditions.
- E. Point out the location of briefing areas and the conditions for reporting to them.
- F. Explain the cascade system:

1. Air Compressor

- 2. Piping: The inspection and maintenance of fittings required.
- 3. Air reservoir
 - a. Unit locations
 - b. Limitations of units
 - c. Regulator of unit
 - d. Operating procedures
 - e. Changing cylinders
 - f. Recharging cylinders
 - g. Maintenance and storage of units:
- 4. Manifold air stations
 - a. Locations
 - b. Limitations
 - c. Operating procedures
 - d. Maintenance and storage
- 5. Hose line units
 - a. Locations and precautions
 - b Limitations: bottle pressure, hose length, hose pressure
- 6. Operation of unit: hoseline and escape unit
 - a. Pressure gauge
 - b. Regulator
 - c. Low pressure alarm
 - d. Hoseline (egress unit) for demonstration purposes
 - (1) Harness
 - (2) Mask
 - (3) Clear mask view plate
 - (4) Filling or replacing the pressure tank
 - (5) Servicing, sanitizing, and storage of unit into its case for quick use when needed
- 7. Explain maintenance and bottle changing procedure so that they may correct minor malfunctions in order to keep the unit in service. The employee will be required to practice donning the breathing apparatus in one minute or less, starting with a closed apparatus case. It should be explained to all that support vessels are equipped with breathing equipment and hose line connections for their use when evacuating the immediate area

RESCUE BREATHING

WHAT IS RESCUE BREATHING?

It is the use of your own breath to revive someone who is unable to breathe for himself. It is the oldest and most effective of resuscitation. The air you exhale is not "spent". It contains enough oxygen to save a person's life. By placing your mouth over the mouth or nose of an unconscious person, you can inflate his lungs and breathe for him.

WHEN TO USE:

Danger signs indicating a lack of oxygen in the blood and the need for help with breathing are:

Absence of breathing movements, blue color of lips, tongue and fingernails . . .

Start rescue breathing at once! A snort time without oxygen can cause serious damage to the brain. DELAY MAY BE FATAL!

DON'T WASTE TIME BY: Feeling victim's pulse...finding special equipment...moving victim...goin for help...getting to shore...

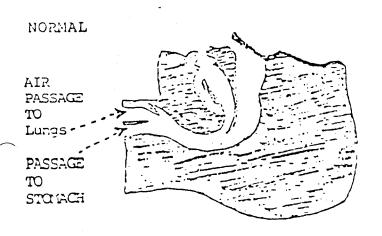
DON'T EVEN WAIT TO BE SURE the victim needs help...

RELAXED TONGUE OBSTRUCTS BREATHING

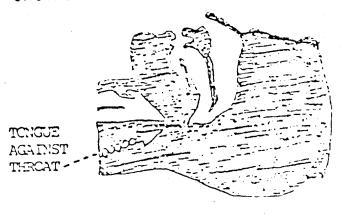
BEFORE STARTING RESCUE BERATHING, IT IS ESSENTIAL TO MOVE THE TONGUE FORWARD SO AIR CAN REACH THE LUNGS. Sometimes the victim who is not breathing will start breathing by himself if the tongue obstruction is removed.

During normal breathing, air flows easily through the nose or mouth to and from the lungs...

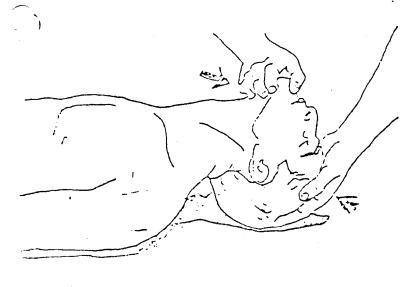
But when a person loses consciousness, his relaxed tongu can completely block the movemen of air through his throat...

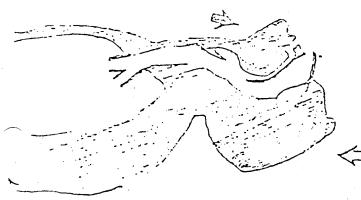


UNCONSCIOUS



HOW TO PREVENT TONGUE OBSTRUCTION







There are several methods of keeping the victim's tongue from blocking his throat.

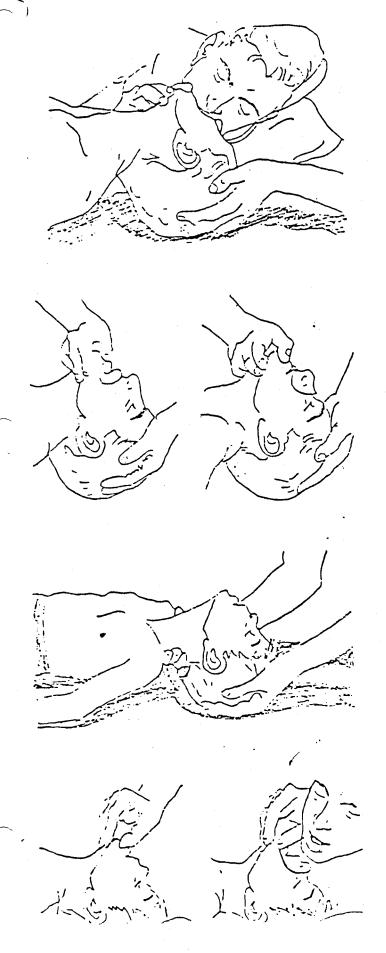
- 1. The head tilt the most simple method, and the one used for instruction throughout this book.
 - ... Using one hand, hold the crown of his head firmly and push backward.
 - Pull his chin upward with the other hand.
 - ...Hold his head tilted as far back as you can - until the skin over throat is stretched tight.
- 2. Lift chin by grasping lower teeth with thumb.
- Lift jaw upward, placing both hands on corners of jawbone near earlobes.

RESCUE BREATHING FOR ADULT VICTIMS

INFLATE CHEST 12 TIMES A MINUTE

STEPS TO FOLLOW:

- 1. If practical, place the victim on his back with his head lower than his chest. If not, leave him as he is. As long as you have access to his mouth or nose, rescue breathing can be done with the victim sitting in an automobile, pinned under debris, suspended on a safety belt on an electric power line, or floating face up in water.
- 2. Lift his neck and tilt his head back.
 This procedure is important to keep his relaxed tongue from blocking his throat.
- 3. Take a deep breath. Open your mouth wide. Blow air into the victim through his mouth or through his nose until you see his chest rise.



Mouth-to-mouth breathing - Seal your lips widely around the victim's mouth. With your thumb, fold his lip down to keep his mouth open during inflation and exhalation. To prevent leakage during inflation, press your cheek against his nostrils (or pinch his nostrils shut).

Mouth-to-nose breathing - Seal your lips widely on the victim's cheeks around his nose. Be sure your lips don't close his nostrils. Close his mouth with your thumb on his lower lip.

- 4. Remove your mouth and turn your head to one side to let the air escape from the victim's lungs, to take your next breath, and to reduce the possibility of infection. When doing mouth-to-nose breathing, it may be necessary to hold the victim's mouth open so that he may also exhale through it.
- 5. If you do not see his chest rise, follow procedures for clearing victim's throat.

RESCUE BREATHING FOR INFANTS AND SMALL CHILDREN

- Place the victim on his back and gently lift his neck and tilt his head back.
- 2. Seal your lips around his mouth and nose and blow air gently until you are sure his chest expands. It takes only a little air.
- Stop blowing as soon as his chest starts to rise and let him breathe out.
- 4. Inflate chest 20 times a minute.

WHEN RESCUE BREATHING, TAKE AN OCCASIONAL DEEP EPEATH IF YOU FEEL THE NEED FOR MORE AIR.

HOLDEN ENERGY CORPORATION

UTE NO. 13-1

SECTION 13, T4S, R1E, U.S.B.& M.

10 POINT DRILLING PROGRAM

- 1. Geological Surface Formation: Uintah
- 2. Geological Marker Tops:

<u>Formation</u>	Drilled Depth
Green River	2,675
Wasatch	7,500

3. Depths at which water, oil, gas or other mineral bearing formations are expected to be encountered.

<u>Formation</u>	Estimated Top
Green River	2,675' oil, water
Wasatch	7,500' oil, gas, water

4. Proposed Casing Program: All new casing

10 3/4" Casing: 350'	Cement
8 3/4" Hole to 7000'	150 sacks Class "H"
Set 7" Casing	360 sacks Class "H" +12% gel
6 1/4" Hole - 10,000	
Set 4 1/2" Liner	
Back to 6800'	

- 5. Operator's Specifications for Pressure Control Equipment:
 - a. Minimum working pressure on rams and BOP equipment will be 5,000 psi.
 - b. Function test and visual inspection of the BOP will be conducted daily and noted in the Daily Drilling Report.
 - c. Both high and low pressure tests of the BOP will be conducted weekly.
 - 6. Proposed Circulating Medium:

Depth	Mud Type	Density (lb./gals.)	Viscosit	y Water Loss
			(Sec./Qt	•)
0'-350'	Native	8.5 - 9.0	30-45	NC
350'-500	Ø' 2% KCL	8.7 - 9.0	26-30	10-20 cc
5000'-10	000' 2% KCL	9.0 - 10.0	30-40	Less than 10cc

HOLDEN ENERGY CORPORATION

The reserve pit will be lined if determined by the BLM to be needed.

- 7. Auxiliary Equipment:
- a. Kelly cock
- b. Monitoring of the mud system will be done visually. A full opening drill pipe stabbing valve will be kept on the floor at all times.
 - 8. Testing, Logging and Coring:

Cores: None

DST: 1 - Green River 2,675'plus, 1 - Wasatch 7,200'

Logging: DLL-MSFL; FDC-CNL-GR, T.D. to 300'

Formation and Completion Interval: Green River 5,300' - 7,500'; Wasatch 7500' - 10,000'

9. Abnormal Pressures or Temperatures; Potential Hazards

No abnormal pressures or temperatures are anticipated. Anticipated bottom hole pressure is 4,000 psi.

10. Anticipated Starting Date and Duration:

July 15, 1988 30 days

CONDITIONS OF APPROVAL FOR THE SURFACE USE PROGRAM OF THE APPLICATION FOR PERMIT TO DRILL

FOR

HOLDEN ENERGY CORPORATION

UTE NO. 13-1

LEASE NO. 14-20-H62-4376

LOCATED IN THE NE 1/4 NE 1/4

SECTION 13, T4S, R1E, U.S.B.& M.

THIRTEEN POINT SURFACE USE PROGRAM:

Multipoint Requirements to Accompany APD

1. Existing Roads

- A. See attached topographic map for approximate well site location and lengths of road to be reconstructed and new-built. Exhibit la.
- B. Ute No. 13-1, proposed to be drilled to a TD of 10,000' + is located approximately 12.0 miles south of the Fort Duchesne Agency in the NE 1/4 NE 1/4 Section 13, T4S, R21E, Uintah County, Utah. From the Fort Duchesne Agency proceed south on the bituminous surface road to its intersection with the Duchesne River thence left onto the Uintah County gravel surface road (loop f16) approximately 1/4 miles south of the river crossing. Proceed on the Uintah County road southerly for approximately 4.5 miles to the wellsite location.
 - C. Access road is shown in pink and labeled on Exhibit 1.
- D. The access road will be improved to allow temporary usage during drilling operations with an additional 100' of new road built from the improved road to the wellsite. The access road will be maintained to the standards required by the BLM and BIA during drilling operations. However, if the well proves to be commercial it will be upgraded to an all-season road and maintained to the existing BLM and BIA standards.

Surface Ownership

All of the surface land involved in the construction of the access road and location site are owned by Coleman Brothers.

The Topography of the General Area

The project area is on rangeland that comprises the top of Leland Bench. The Duchesne River is located approximately 7.0 miles to the north of the location site.

The topsoil in the area is clay containing desert varnished cobbles and stone fragments.

The majority of the numerous washes and draws in the area are of a non-perennial nature flowing during the early spring run-off and extremely heavy rain thunderstorms of long duration, which are extremely rare as the normal annual rainfall in the area is only 8".

The Duchesne River to the north of this location is the only perennial water that is affected by this location site.

The vegetation that is found in the area is common of the semiarid region we are located in; it consists of primary flow areas of sagebrush, rabbit brush, some grasses and cacti as the primary flora.

The fauna of the area consists predominantly of prairie dogs. However, burrows of prairie dogs were not observed in the area of the drill site. The area is used by man for the primary purpose of grazing lands for domestic sheep and cattle.

The area is undoubtedly visited by raptors in search of prey and is likely overflown by itinerant eagles, hawks and falcons. No nesting sites were seen in the immediate area of the drill site.

The Topography of the Immediate Area

Ute No. 13-1 is situated on a bench land and is a shadscale - mixed desert shrub community on gravelly pediment over the Duchesne River Formation.

The vegetation in the immediate area surrounding the location site consists primarily of shadscale - mixed desert shrub.

There are no occupied dwellings or other facilities of this nature in the general area.

There are no visible archaeological, historical, or cultural sites within any reasonable proximity of the proposed location site.

- 2. Planned Access Roads: describe the following and provide a map of suitable scale indicating all necessary access roads (permanent and temporary) to be constructed or reconstructed, showing: (see below and Exhibit 1).
 - A. Length: Approximately 100'
 - B. Width: 30 foot right-of-way with 18 foot running surface maximum, if a producer.
 - C. Maximum grades: 1%
 - D. Turnouts: None needed
 - E. Drainage design: Borrow ditches
 - F. Location and size of culverts and/or bridges and brief description of any major cuts and fills.
 - G. Surfacing material (source): Native materials from road right of way.

- H. Necessary gates, cattleguards, or fence cuts and/or modification to existing facilities: None
- I. Access road surface ownership: Coleman Brothers

All travel will be confined to existing access road rights-of-way.

Access roads and surface disturbing activities will conform to standards outlined in the USGS Publication (1978) Surface Operating Standards for Oil and Gas Development.

to meet the standards of the The road shall be upgraded anticipated traffic flow and all-weather road requirements. Prior to upgrading, the road shall be cleared of cover and allowed to dry completely. Traveling off the 30 feet right-of-way will not be allowed. Road drainage crossings of the typical dry creek drainage crossing be they will type. Crossings shall be designed SO cause siltation or accumulation of debris in the drainage crossing nor shall the drainages be blocked by the roadbed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means Upgrading shall not be allowed during muddy cutouts. Should mud holes develop, conditions, they shall filled in and detours around them avoided.

- 3. Location of Existing Wells: Describe the following and provide a map or plat of all wells within a one mile radius of the proposed well location showing and identifying existing wells: (see Exhibit II):
 - A. Water wells
 - B. Abandoned wells
 - C. Temporarily abandoned wells
 - D. Disposal wells
 - E. Drilling wells
 - F. Producing wells
 - G. Shut-in wells
 - H. Injection wells

4. Location of Existing and/or Proposed Facilities

- A. On well pad, if the well is successfully completed for production, all lines will be installed above ground and insulated with the exception of the produced water line which will be buried along the west and south perimeters of the location. If a tank battery is constructed it will be on the southwest corner of the location, near corner no. 2.
- B. Off well pad facilities are not anticipated at this time, since the battery will be self-sustaining. If further facilities are required, Holden Energy Corporation will apply for approval of subsequent off well pad operations.

If a tank battery is constructed on this lease, the battery or the well pad will be surrounded by a dike of sufficient capacity to contain 1 1/2 times the storage capacity of the battery. The batteries will be placed on the northeast corner of the location.

All permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within six months of installation. Facilities required to comply with Ø.S.H.A, (Occupation Safety and Health Act) will be excluded.

The required paint color is Desert Brown (10 yr 6/3)

5. Location of Type of Water Supply

- A. Show location and type of water supply, either by 1/4, 1/4 section on a map or by written description from the Duchesne River see Exhibit Ia.
- B. State method of transporting water, and show any roads or pipelines needed. Water will be transported by Tank Truck using road as shown on Exhibit I.
 - C. If water well is to be drilled on lease, so state: No

6. Source of Construction Materials

Construction materials will be native soil and gravel deposits from location and access road.

If fill materials are needed to construct the road or wellsite, proper permits will be obtained from the surface management agency, unless materials are obtained from private source.

7. Methods for Waste Disposal

- A. Describe methods and location of proposed safe containment and disposal of each type of waste material, including:
 - (1) Cuttings: will be left in reserve pit.
 - (2) Sewage: will be contained in Porta Potty.
- (3) Garbage (trash) and other waste material: Contained in wire basket and hauled to sanitary landfill.
 - (4) Salts: Contained in lined pit
 - (5) Chemicals: Contained in lined pit.

B. Provide a plan for eventual disposal of drilling fluids and any produced oil or water recovered during testing operations. It will be hauled by truck from the location to one of the following disposal facilities:

LaPoint Recycle and Storage Section 12, T5S, R19E Uintah County, Utah

MC & MC Pits Section 27, TlN, R2W Duchesne County, Utah

Hanson Disposal Section 7, T3S, R3W Duchesne County, Utah

*Burning will not be allowed. All trash must be contained in a trash cage and hauled away to an approved disposal site at the completion of the drilling activities.

On BIA Administered Lands:

The reserve pit shall be lined.

Pits will be constructed so as not to leak, break or allow discharge of liquids.

Produced waste water will be confined to reserve pit for a period not to exceed 90 days after initial production. During the 90 day period an application for approval of a permanent disposal method and location, along with required water analysis, will be submitted for the A0's approval. Failure to file an application within the time allowed will be considered an incident of noncompliance.

8. Ancillary Facilities

Camp facilities or airstrips will not be required.

9. Well Site Layout

- A. Cross-sections of proposed drill pad with approximate cuts and fills and the relation to topography.
- B. Location of mud tanks, reserve, flare, and emergency pits, pipe racks, living facilities, and soil material stockpiles, etc. (Approval as used in this section means field approval of location.)
 - C. Rig orientation, parking areas, and access roads, etc.
- All pits will be fenced with a wire mesh fence and topped with at least one strand of barbed wire. The reserve pit fencing will be on three sides during drilling operations and on

the fourth side when the rig moves off the location. Any hydrocarbons on the pit will be removed from the pit as soon as possible after drilling operations are completed. Pits will be fenced and maintained until clean-up.

The fence will be constructed as prescribed in the USGS Publication (1978) Surface Operating Standards for Oil and Gas Development. Alternatives to the prescribed standards shall be submitted to the Authorized Officer for approval.

Well Site Layout: The reserve pit will be located on the Southeast side of the location.

The stockpiled topsoil will be stored between points 2 and 3.

Access to the well pad will be from the Southwest side near Corner No. 2.

The No. 8 Corner of the well pad will be rounded off and moved back to avoid the drainage.

10. Plans for Restoration of Surface

- A. Provide a restoration program upon completion of operations, including:
 - (1) Backfilling, leveling, recontouring, and waste disposal; segregation of topsoil from cut materials as needed.
 - (2) Revegetation and rehabilitation including abandoned access roads or portions of well pads no longer needed (normally per BLM recommendations).
 - (3) Proposed timetable for commencement and completion of rehabilitation operations 90 days after completion of operations.
- B. The following are provisions to be addressed in the restoration plan:

Immediately upon well completion, the location and surrounding area will be cleared of all debris, materials, trash and junk not required for production.

Before any dirt work to restore the location takes place, the reserve pit must be completely dry and all cans, barrels, pipe, etc. will be removed. The reserve pit and that portion of the location and access road not needed for production facilities/operations will be reclaimed. The reserve pit will be reclaimed within 90 days from the date of well completion.

All disturbed areas will be recontoured to the approximate natural contours.

The stockpiled topsoil will be evenly distributed over the disturbed areas.

Prior to reseeding, all disturbed areas, including the access roads, will be scarified and left with a rough surface.

Seed will be broadcast or drilled at a time specified by the private surface owner. If broadcast, a harrow or some other implement will be dragged over the seeded area to assure seed coverage and the seed mixture will be proportionately larger (double the lbs. per acre).

An appropriate seed mixture will be determined by the private surface owner, either as part of the Conditions of Approval of the APD or at the time restoration activities are scheduled to begin.

All seeding will be done from September 15th until the ground freezes.

At such time as the well is plugged and abandoned the operator will submit a surface reclamation plan to the private surface owner for prescribed seed mixtures and reseeding requirements.

If the seeding is unsuccessful, the lessee/operator may be required to make subsequent seedings.

- 11. <u>Surface Ownership</u>: Coleman Brothers
- 12. Other Additional Information

The BLM recommends a general description of:

- A. Topography, soil characteristics, geologic features, flora, and fauna.
- B. Other surface-use activities and surface ownership of all involved lands.
- C. Proximity of water, occupied dwellings, archaeological, historical or cultural sites.

A cultural resource clearance will be required before any construction begins on Federal and Indian lands. However, historic and cultural resource work shall be undertaken only with the written consent of a private surface owner. If the private surface owner refuses entry for that purpose, the lessee or operator shall use its best efforts to conduct that purpose, the lessee or operator shall use its best efforts to conduct its approved operations in a manner that avoids adverse effects on any properties which are listed, or may be eligible for listing, in the NRHP.

If, during operations, any archaeological or historical sites, or any object of antiquity (subject to the Antiquities Act of June 8, 1906) are discovered, all operations which would affect such sites are to be suspended and the discovery reported promptly to the Surface Management Agency.

On BLM administered land, it is required that a proposed use of pesticide, herbicide or other possible hazardous chemicals shall be cleared for use prior to application.

On BIA Administered Land:

Operator's employees, including subcontractors, will not gather firewood along roads constructed by operators. If wood cutting is required, a permit will be obtained from the Forestry Department of the BIA pursuant to 25 CFR 169.13 "Assessed Damages Incident to Right-of-Way Authorization". All operators, sub-contractors, vendors and their employees or agents may not disturb saleable timber (including firewood) without a duly granted wood permit from the BIA Forester.

If the surface rights are owned by the Ute Indian Tribe and mineral rights are owned by another entity, an approved rights-of-way will be obtained from the BIA before the operator begins any construction activities. If the surface is owned by another entity and the mineral rights are owned by the Ute Indian Tribe, rights-of-way will be obtained from the other entity.

All roads constructed by operators on the Uintah and Ouray Indian Reservation will have appropriate signs. Signs will be neat and of sound construction. They will state: (a) that the land is owned by the Ute Indian Tribe, (b) the name of the operator, (c) that firearms are prohibited to all non-Ute Tribal members, (d) that permits must be obtained from the BIA before cutting firewood or other timber products and (e) only authorized personnel permitted.

All well site locations on the Uintah and Ouray Indian Reservation will have an approportate sign indicating the name of the operator, the lease serial number, the well name and number, the survey description of the well (either footages or the quarter-quarter section, the section, township and range).

Additional Surface Stipulations for BLM, BIA, FS, DWR, or Private Surface Lands:

The operator or his contractor shall contact the BLM Office at (801) 789-1362 (BLM) between 24 and 48 hours prior to construction activities. Contact Tim 0'Brien.

The BLM and BIA offices shall be notified upon site completion prior to moving on the drilling rig.

Because of the H2S found to be present in the Holden #21-1 well a contingency plan will be submitted as part of WBecause of the H2S found to be present in the Holden Energy #21-1, an H2S contingency plan will be required as part of this A.P.D.

The flare pit will be located west of the reserve pit fence a minimum of 30' and a minimum of 100' from rig substructure.

Note: If the land is privately owned, these surface stipulations may be varied to comply with the operator - land owner agreement.

13. Lessee's or Operators Representative and Certification

Representative

Name: Ken Allen

Address: P.O. Box 1156, Roosevelt, Utah 84066

Phone No.: (801) 722-5081

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. The operator is fully responsible for the actions of his sub-contractors. A copy of these conditions will be furnished to the field representative to insure compliance.

The dirt contractor will be provided with an approved copy of the Surface Use Plan from the APD.

This drilling permit will be valid for a period of one year from the date of approval. After permit termination, a new application will be filed for approval for any future operations.

Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and, that the work associated with the operations proposed here will be performed by Holden Energy Corporation and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

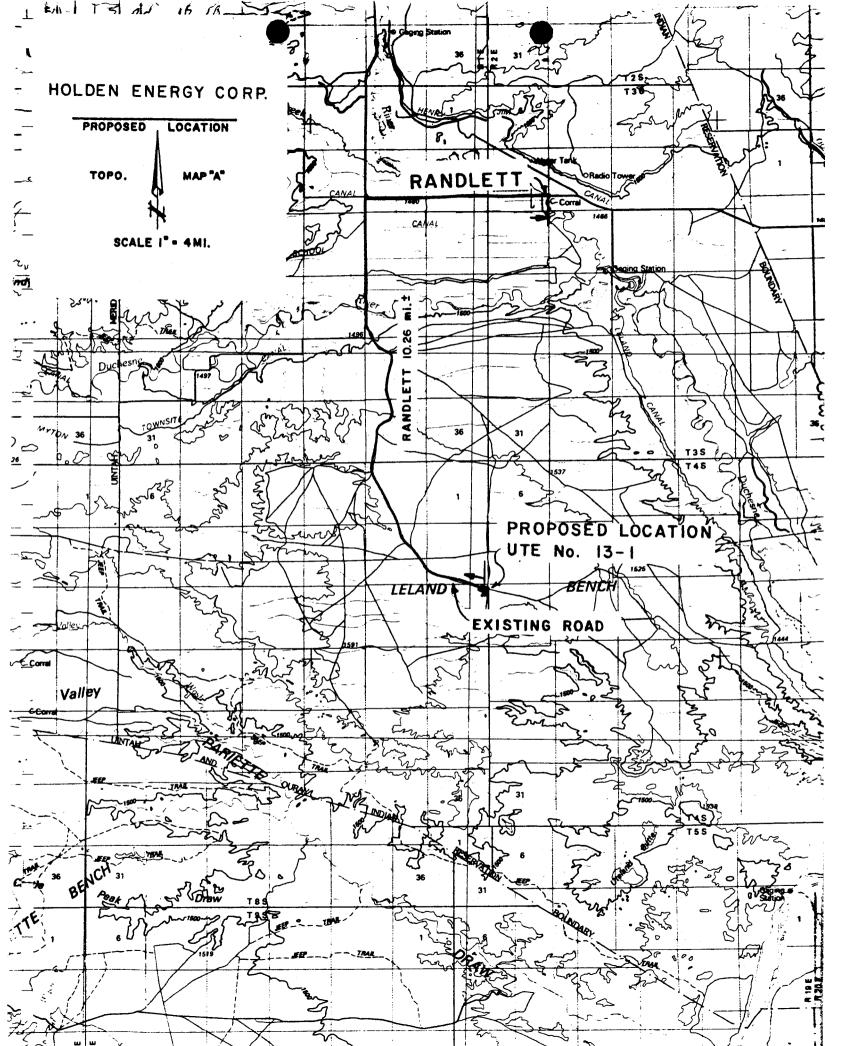
July 8th, 1988

Name and Title

HOLDEN ENERGY CORPORATION

UTE NO. 13-1

Onsite Date:
Participants on Joint Inspection
Ken Allen - Holden Energy
Timothy O'Brien - Bureau of Land Management
Gary Streeter - Uintah Engineering and Land Surveying



APPLICATION FOR TEMPORAL CHANGE **OF WATER**

STATE OF UTAH

Rec. by _	
Fee Paid \$	
Receipt #	
Microfilmed	
Roll #	

For the purpose of obtaining permission to make a temporary change of water in the State of Utah, application is hereby made to the State Engineer, based upon the following showing of facts, submitted in accordance with the requirements of Section 73-3-3 Utah Code Annotated 1953, as amended.

TEMPORARY CHANGE APPLICATION NO. +88-43-8

Proposed changes: point of diversion [X], place of use [X], nature of use [X].

NAME: Holden Energy Corporation Water leased from Ute Indian Tribe ADDRESS: P.O. Box 1758 Vernal, UT 84078

- 2. FILING DATE: June 30, 1988
- 3. RIGHT EVIDENCED BY: Application A8908

HERETOFORE referenced from Water Right: 43-483

- 4. FLOW: 5447 cfs
- 5. SOURCE: Duchesne River
- 6. COUNTY: Duchesne
- 7. POINT(S) OF DIVERSION:

(1) N 608 ft. E 278 ft. from St corner, Section 20, T3S, R1E, USBM Diverting Works: Ouray School Canal

8. NATURE OF USE:

IRRIGATION: Total: 3781.82 acres

PERIOD OF USE: May 1 to October 15

9. PLACE OF USE:

PLACE OF USE:				LACUTU FACELI
	NORTH-EAST:	NORTH-WEST1	SOUTH-WEST1	SOUTH-EAST#
•	NE NW SW SE	NE NW SW SE	NE NW SW SE	NE NW SW SE
Sec 11, T3S, R1E, USBM	: : X: X	: X: X: X	X: X: X: X	: : X: X
Sec 12, T3S, R1E, USBM	i : : i	X: : X: X	1:::	
Sec 13, T3S, R1E, USBM			: : X:	: : X: X
Sec 14, T3S, R1E, USBM			: X: X: X	X: : X: X
Sec 15, T3S, R1E, USBM	1:::1	$ \cdot $::: $ \cdot $	X: X: X: X	: : X: X
Sec 20, T3S, R1E, USBM				
Sec 21, T3S, R1E, USBM	X: X: X: X	X: : X: X	X: X: :	: X: :
Sec 22, T3S, R1E, USBM	X: X: X: X	x: x: x: x		1:::
Sec 23, T3S, R1E, USBM	X: X: :	x: x: x: x	1:::	
Sec 24, T3S, R1E, USBM	X: X: :	X: X: :		! : : :
Sec 7, T3S, R2E, USBM			X: X: X:	
Sec 17, T3S, R2E, USBM	: X: X:	: X: X: X	X: X: X: X	1:::!

Continued on Next Page



TEMPORARY	CHAMGE	APPLICATION	MO.	+RR-43-R

Page 2

Sec 18, T3S, R2E,	USBM	X:	X:	X:	X	1.	X:	X:	X:	X į	ı	X:	X:	X:	ХĮ	 X:	X:	X:	X
Sec 19, T3S, R2E,	USBM	X:	X:	X:	- 1	- 1	X:	X:	X:	X	1	:	:	:	- 1	 :	:	:	
Sec 20, T3S, R2E,	USBM	<u> :</u>	X:	:			X:	X:	:		1	:	:	:		 <u>:</u>	:	:	<u>.</u>

THE FOLLOWING TEMPORARY CHANGES ARE PROPOSED

10. FLOW: 8.0 acre-feet

REMAINING WATER: Same as HERETOFORE

11. SOURCE: Duchesne River

12. COUNTY: Duchesne

COMMON DESCRIPTION:

13. POINT(S) OF DIVERSION: Changed as follows:

(1) N 2400 ft. E 200 ft. from SW corner, Section 23, T3S, R1E, USBM Diverting Works: Pumped from river into trucks Source: Duchesne River

14. PLACE OF USE: Changed as follows:

Sec 13, T4S, R1E, USBM Sec 25, T4S, R1E, USBM

NORTH-EAST+	NORTH-WEST#	SOUTH-WEST#	SOUTH-EAST
NE NW SW SE			
X: : :	: : :	1:::	: : :
1:::	1 : : X:	1:::1	1:::

15. NATURE OF USE: Changed as follows:

OIL EXPLORATION: OII well drilling and completion of Ute #13-1 oil well.

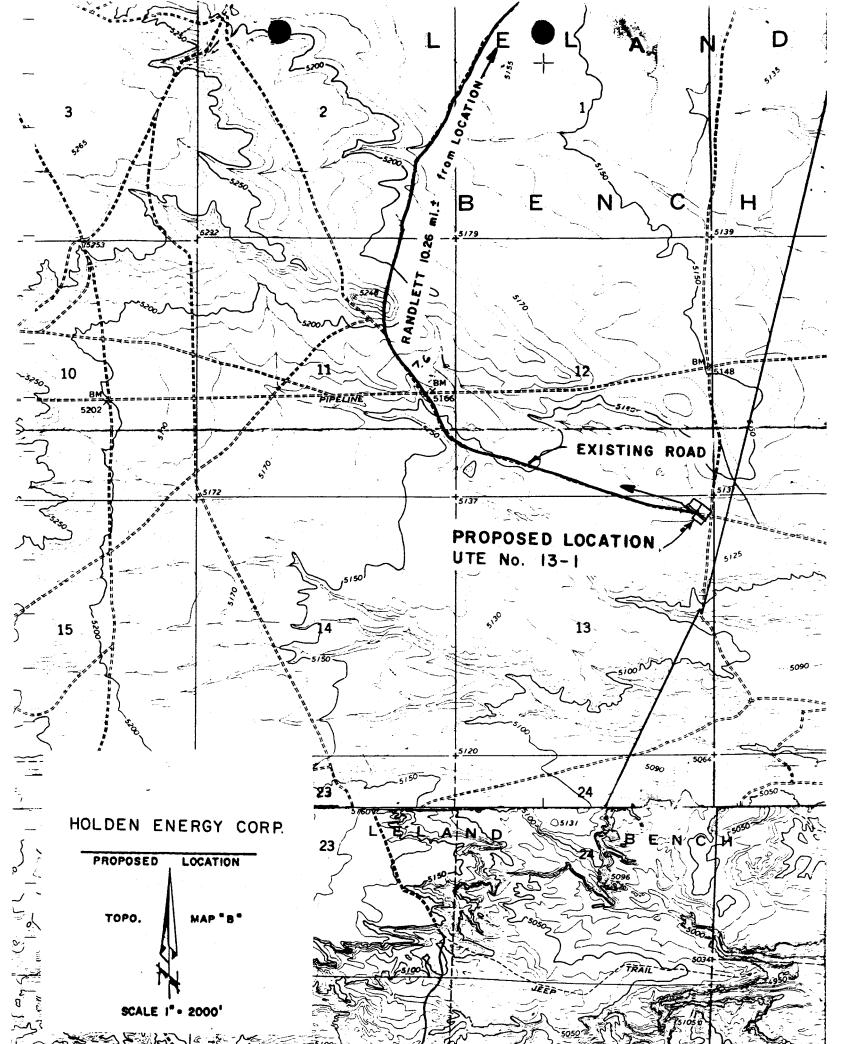
PERIOD OF USE: July 1, 1988 to June 30, 1989

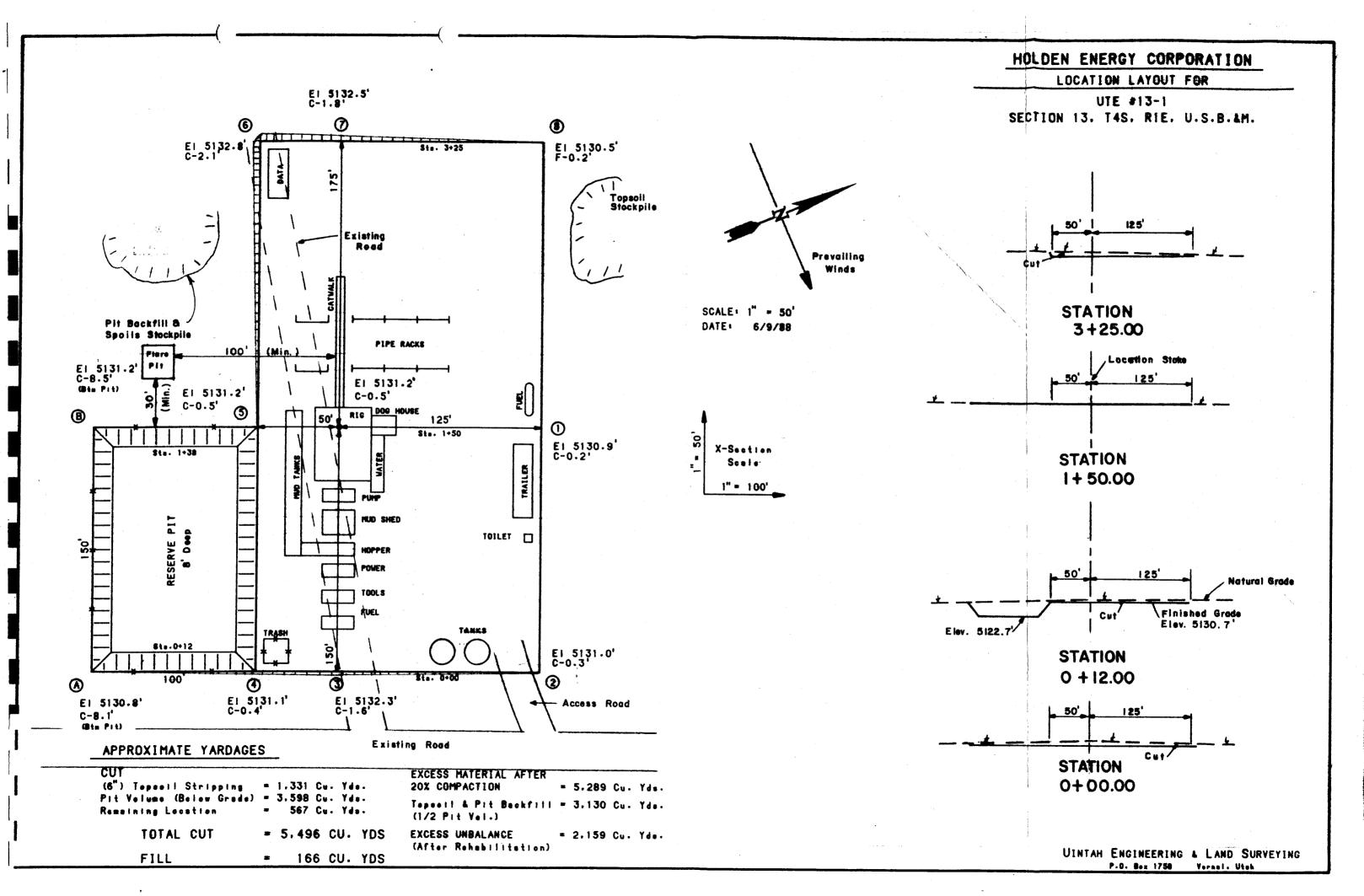
OIL EXPLORATION: OII well drilling and completion of Ute #25-1 oil well.

PERIOD OF USE: July 1, 1988 to June 30, 1989

The undersigned hereby acknowledges that even though he/she may have been assisted in the preparation of the above-numbered application through the courtesy of the employees of the State Engineer's Office, all responsibility for the accuracy of the information contained therein, at the time of filing, rests with the applicant.

Signature of App Noant







ARCHEOLOGICAL - ENVIRONMENTAL RESEARCH CORPORATION

P.O. Box 853 Bountiful, Utah 84010 Tel: (801) 292-7061, 292-9668 June 27, 1988

Subject:

CULTURAL RESOURCE EVALUATION OF TWO PROPOSED WELLS -- UTE TRIBAL UNITS NO. 13-1 and 25-1 IN THE LELAND BENCH LOCALITY OF UINTAH

COUNTY, UTAH

Project:

Holden Energy Corporation - 1988 Drilling

Project

Project No.:

HEC-88-1

Permit No.:

Dept. of Interior -- 54937

Utah State Project No. 88-AF-2721

To:

Holden Energy Corporation, Attention Mr. Rick Orr, Lincoln Center, Suite 600, Ardnore, Oklahoma 73401

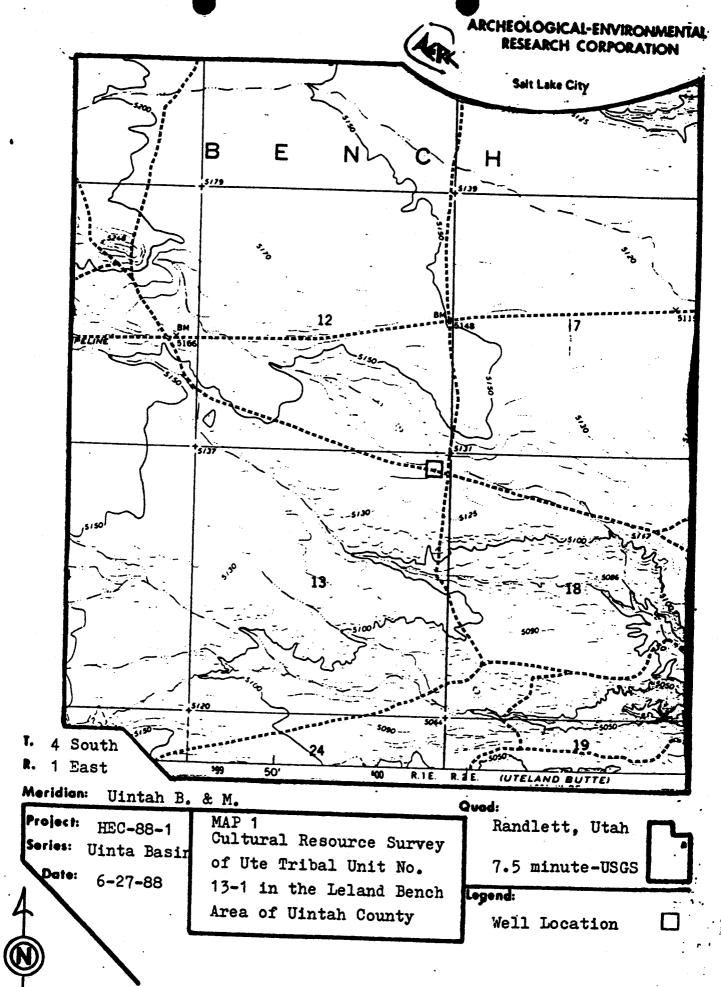
Mr. Roland McCook, Bureau of Indian Affairs, P.O. Box 190, Fort Duchesne, Utah 84026

Mr. Darren Cuch, Ute Indian Tribe, Energy & Minerals Dept., P.O. Box 190, Fort Duchesne, Utah 84026

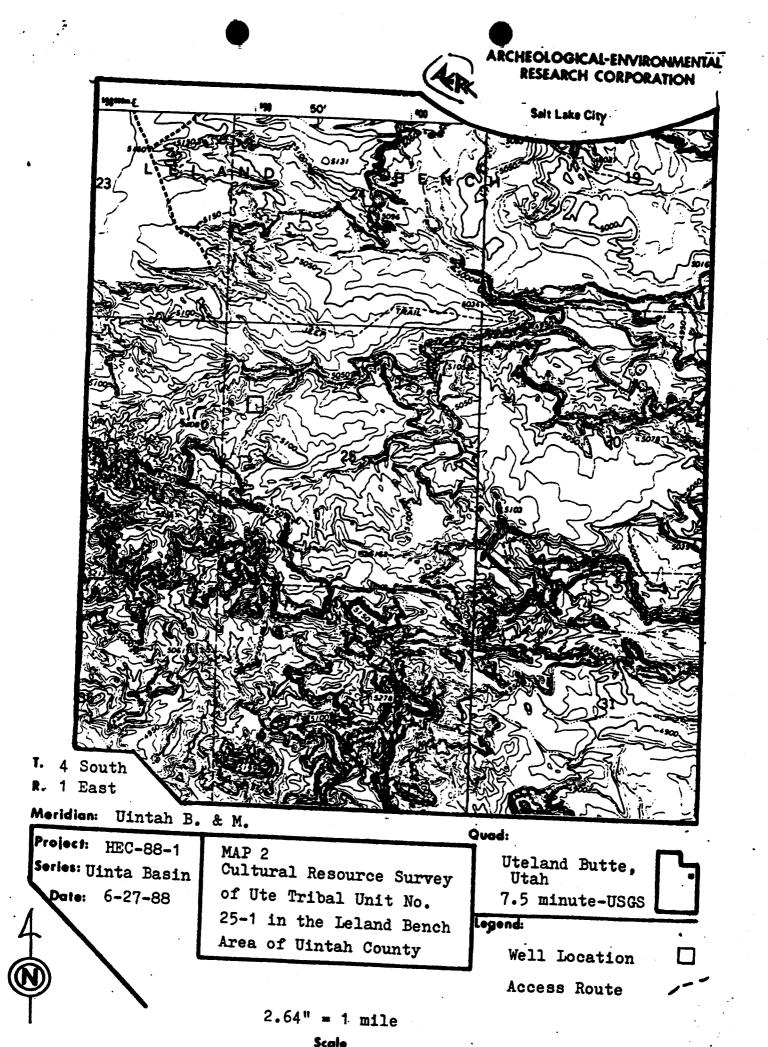
Mr. Blaine Phillips, District Archaeologist, Bureau of Land Management, 170 South 500 East, Vernal, Utah 84078

Info:

Antiquities Section, Division of State History, 300 Rio Grande, Salt Lake City, Utah 84101



2.64" = 1 mile





UINTAH BASIN DISTRICT HEALTH DEPARTMENT

Uintah County Courthouse, Rm 20, Vernal, UT 84078 - (801) 781-0770

Duchesne County Courthouse, Box 210, Duchesne, UT 84021 - (801) 738-5370 Daggett County Courthouse, Box 156, Manila, UT 84046 - (801) 784-3494

Roosevelt Branch Office, 57 No. 100 East (83-7), Roosevelt, UT 84066 - (801) 722-5085

Joseph B. Shaffer, M.A. Director Health Officer

Norma Nawahine, R.N. **Nursing Supervisor** Lowell Card, R.S.

Environmental Health Supervisor

Carma Preece Office Manager

Board of Health Members

LaRae Sadlier **LeGrand Gilbert** Jim Reidhead Ellen Rawlings Kay Campbell Keith Goodspeed Richard Jolley, D.D.S. Wm. T. Durant, M.D. Gary Wold, M.D.

16274A WASTEWATER PERMIT NO.:

DRILLING COMPANY:

Holden Energy Corp.

DRILLING FOR: L.C. Kay LOCATION: Ute 13-1

APPROXIMATE DATES: July 1, 1988 to indeterminate

Dear Sir:

Our office has received and reviewed your drilling site wastewater permit application for wastewater disposal at the above location and dates. The information and application appears to be in order and the above referenced permit number will be used pertaining to this permit in all future correspondence.

A compliance inspection will be made by our staff at the earliest convenience after you have commenced operations at the site. Please notify our office if the operational dates differ from those listed on the permit application.

If, at the time of our inspection, wastewater disposal is found to conform with regulations, a letter of approval along with our inspection report will be sent to you and the Division of Oil, Gas and Mining. If wastewater codes are found to be in violation, our report will reflect the same and a five day correction notice will be issued.

If you have any questions, please do not hesitate to call our office.

Sincerely.

Environmental Health Specialist

LC/skb



Joseph B. Shaffer, M.A. Director Health Officer

Norma Nawahine, R.N. Nursing Supervisor

Lowell Card. R.S. **Environmental Health** Supervisor

Carma Preece Office Manager

Board of Health Members LaRae Sadlier LeGrand Gilbert Jim Reidhead

Ellen Rawlings Kay Campbell Keith Goodspeed Richard Jolley. D.D.S. Wm. T. Durant. M.D. Gary Wold, M.D.

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UINTAH BASIN DISTRICT HEALTH DEPARTMENT

Wastewater Permit Application for Brilling Sites

	OR	DEP	artment der	ONLY
rermi	\$55	.00	ARIMENT USE 63744 V received 19.1111 E111	San
Appro	ved		Bull Clint	RS.
Date:		6	30-54	

DRILLING COM	PANY HOLDEN ENERGY	CORPRESPONSIR	IR PARTY	L.C. KAY
WINKERS SUI	TE 600. INCOLN C	ENTERPHONE NUM	BER (Antī	789-1017
DRILLLING FUN		ARDMORE	, IIK 73	/1:01
SITE DOCATIO	N NE 1/4 NE 1/4 S	FC. 13, T4S,	R1E, S.	L.M.
	DATES JULY 1, 1988	UTAH	.	
			INDEFI	ANT
SERVICES: P	OTABLE WATER [] YES HEMICAL TOILETS [] YES	[] NO. SUPPLIER		
· C	HEMICAL TOILETS [] YES] NO, SUPPLIE	Z	
L	iving or office units:	PUNKMUNZKZ		
		MOBILE BOMES	· · · · · · · · · · · · · · · · · · ·	
	TOTAL UNIT	REC. VEHICLES		0
	IVIAS UNII	•		
70	TAL PERSONNEL AT SITE			8 AT A TIME
MASTEWATER DI	SPOSAL PROPOSED:			
X HOLDI	NG TANK AND SCAVENGER indicate the licensed	PUMPING SERVICE scavenger empl	if this	SANITATION
SEPTI	C TANK AND ABSORPTION	CACADA IN TER	VERNA	AL, UT 84078
pleas	e supply the following	piotes il fille	sharem 18	proposed,
1. 7	soil log prepared by	a certified engi	ipeer or a	anitarian
10	Bing the unified soil	classification s	evatem at	least four
10	et below the intended	absorption syst	depth.	
2. Ir	dicate the time of al		4-44-4	
4. H	dicate the type of ab	absorption fi	rutended	
•		Seepage trend	7	
•		Seepage pit	-	
		Absorption be	ď.	
Anton	December on the second second	_	•	
VIBER	Describe proposal in	detall on an at	tached she	et.

In the space below provide a sketch or drawing of the site indicating:
1. Location of water supply and plumbing
2. Location of living units, offices etc.
3. Proposed wastewater system layout including septic tank or holding tank and absorption system if any.

memorandum

DATE: July 15, 1988

REPLY TO ATTN OF:

Superintendent, Uintah and Ouray Agency

SUBJECT:

Holden Energy Corporation - Ute Tribal Well 25-1, and Ute 13-1, located in Section 25, Township 4 South, Range 1 East, U.S.M.; Lease No. 14-20-H62-4376

Bureau of Land Management, Vernal District Office Attention: Mr. David E. Little, District Manager

We concur with approval of the Application for Permit to Drill subject well.

Based on available information received on July 1, 1988, we have cleared the proposed location in the following areas of environmental impact.

YES X YES X YES X YES	NO , NO ,	Listed threatened or endangered species. Critical wildlife habitat. Archaeological or cultural resources. Air quality aspects (to be used only if
YES x	NO	Project is in or adjacent to a Class I area of attainment) Other (if necessary)

REMARKS: The BIA has concurred with the Tribal stipulations and modifications as listed below to be added to the APD requirements:

Stipulations on both wells

- 1. All personnel, vehicular movement and construction should be confined to the area surveyed and to the pre-existing and maintained roadway; and
- 2. All personnel should refrain from collecting artifacts or from disturbing any cultural resources in the area; and
- All firearms and weapons of any type will be prohibited from all personnel entering upon any Tribal trust lands, during the construction, drilling and production phases.



471

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

WITHIN THE UINTAH OURAY RESERVATION

Company _.	Holder	Energy	Corporatio	n	Well No.	UTE 13-1	
Location	NE/NE	Sec. 13	T.4S.	R.1E.	Lease No.	14-20-н62-4376	

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas Order No. 1, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

A. DRILLING PROGRAM

1. Estimated Depth at Which Oil, Gas, Water, or Other Mineral Bearing Zones are Expected to be Encountered:

Report ALL water shows and water bearing sands to Wayne Svejnoha of this office. Copies of State of Utah form, OGC-8-X are acceptable. If noticeable water flows are detected, submit samples to this office along with any water analyses conducted.

Tar sand resources will occur to a depth of \pm 1500 ft. from the surface. Any bitumen sand zones greater than 15 ft. thick shall be isolated and/or protected.

All fresh water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

2. Pressure Control Equipment

Although the BOP diagram did not depict one to be part of the stack, on annular-type preventer shall be utilized.

The ram-type BOP and related equipment shall be pressure tested to a minimum pressure of 2200 psi. The annular-type BOP and related equipment shall be pressure tested to a minimum pressure of 1500 psi. The pressure tests shall be conducted for at least 10 minutes.

All BOPE configuration will be consistent with API RP 53 and individual components shall be operable as designed. Pressure tests will be conducted before drilling out from under all casing strings which are set and cemented in place. BOP equipment shall be installed prior to drilling the surface casing plug and will remain in use until the well is completed or abandoned. BOPE pressure tests shall be conducted prior to drilling out the surface casing plug. Preventers will be inspected and operated at least daily to ensure good mechanical working order, and this inspection recorded on the daily drilling report. Each casing string that has been run and cemented in place shall be pressure tested prior to drilling out the casing plugs.

The Vernal BLM District Office shall be notified, with sufficient lead time, of the BOP test time in order to have a BLM representative on location to witness the pressure testing operation.

3. Casing Program and Auxiliary Equipment

The District Office shall be notified, with sufficient lead time, in order to have a BLM representative on location while running all casing strings and cementing.

4. Mud Program and Circulating Medium

No chromate additives will be used in the mud system on Federal and Indian lands without prior BLM approval to ensure adequate protection of fresh water aquifers.

5. Coring, Logging and Testing Program

Daily drilling and completion progress reports shall be submitted to this office on a weekly basis.

The Mahogany Oil Shale zone has been identified from \pm 4250 - 4340 ft. The cement top for the 7" casing must be at least 200 ft. above the top of this zone. This cement top will be verified with a cement bond log (CBL) or some other means acceptable to the authorized officer.

A Sonic log $\underline{\text{must}}$ be run through the oil shale zone to determine occurrence and depth for resource protection.

All drill stem tests (DST's) shall be accomplished during daylight hours. However, DST's may be allowed to continue at night if the test was initiated during daylight hours, the rate of flow is stablized, and adequate lighting is available, i.e., lighting which is adequate for visibility and vaporproof for safe operations. Packers can be released, but tripping should not begin before daylight.

Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. Two copies of all logs, core descriptions, core analyses, well-test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the authorized officer (AO).

6. Potential Hazards

In the H_2S contingency plan, there are some concerns that further need addressing from the BLM viewpoint:

- A. Although within the Emergency Number section the BLM's phone number is listed, under the $\rm H_2S$ Emergency Procedures of the contingency plan, there is no mention of the need to contact the BLM or any other agency. Therefore, upon detection of 10 ppm or more of $\rm H_2S$, the operator is required to contact one of the persons listed for the BLM. This is to ensure that BLM and BIA Personnel can be forewarned of the conditions that exist upon the drill site.
- B. If the warning sign to be posted on the access road to the drill site location has a color-coded flag system to denote the danger level of the operations, upon detection of 10 ppm or greater of $\rm H_2S$, the flag shall also be changed to indicate the change in working conditions.
- C. Although the contingency plan discusses $\rm H_2S$ drills, it is unclear as to when these drills will be performed. These drills will be performed with sufficient frequency prior to entering the formations suspected of containing $\rm H_2S$ so that the rig personnel are Knowledgeable on the use and operation of the $\rm H_2S$ safety equipment.

7. Notifications of Operations

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the AO. If operations are to be suspended, prior approval of the AO will be obtained and notification given before resumption of operations.

The spud date will be reported orally to the AO within 48 hours after spudding. If the spudding occurs on a weekend or holiday, the report will be submitted on the following regular work day. The oral report will be followed up with a Sundry Notice.

In accordance with Onshore Oil and Gas Order No. 1, this well will be reported on Form 3160-6 "Monthly Report of Operations", starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report will be filed, in duplicate, to the Vernal BLM District Office, 170 South 500 East, Vernal, Utah 84078.

Immediate Report: Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the requirements of NTL-3A or its revision.

If a replacement rig is contemplated for completion operations, a "Sundry Notice" (Form 3160-5) to that effect will be filed, for prior approval of the AO, and all conditions of this approved plan are applicable during all operations conducted with the replacement rig.

Should the well be successfully completed for production, the AO will be notified when the well is placed in a producing status. Such notification will be sent by telegram or other written communication, not later than 5 days following the date on which the well is placed on production.

Pursuant to NTL-2B, with the approval of a District Engineer, produced water may be temporarily disposed of into unlined pits for a period of up to 90 days. During the period so authorized, an application for approval of the permanent disposal method, along with the required water analysis and other information, must be submitted to the District Engineer.

Gas produced from this well may not be vented or flared beyond an initial authorized test period of 30 days or 50 MMCF following its completion, whichever occurs first, without the prior written approval of the authorized officer. Should gas be vented or flared without approval beyond the authorized test period, the operator may be directed to shut—in the well until the gas can be captured or approval to continue venting or flaring as uneconomic is granted and the operator shall be required to compensate the lessor for that portion of the gas vented or flared without approval which is determined to have been avoidably lost.

A schematic facilities diagram as required by 43 CFR 3162.7-2, 3162.7-3, and 3162.7-4 shall be submitted to the appropriate District Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in 43 CFR 3162.7 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-4.

A first production conference will be scheduled within 15 days after receipt of the first production notice.

No well abandonment operations will be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the AO. A "Subsequent Report of Abandonment" Form 3160-5, will be filed with the AO within 30 days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO or his representative, or the appropriate Surface Managing Agency.

Pursuant to Onshore Oil and Gas Order No. 1, lessees and operators have the responsibility to see that their exploration, development, production, and construction operations are conducted in a manner which conforms with applicable Federal laws and regulations and with State and local laws and regulations to the extent that such State and local laws are applicable to operations on Federal or Indian lands.

8. Other Information

All loading lines will be placed inside the berm surrounding the tank battery.

All site security guidelines identified in 43 CFR 3162.7 regulations will be adhered to.

All off-lease storage, off-lease measurement, or commingling onlease or off-lease will have prior written approval from the AO.

Gas meter runs for each well will be located within 500 feet of the wellhead. The gas flowline will be buried or anchored down from the wellhead to the meter and 500 feet downstream of the meter run or any production facilities. Meter runs will be housed and/or fenced.

The oil and gas measurement facilities will be installed on the well location. The oil and gas meters will be calibrated in place prior to any deliveries. Tests for meter accuracy will be conducted monthly for the first three months on new meter installations and at least quarterly thereafter. The AO will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the Vernal District Office. All meter measurement facilities will conform with the API standards for liquid hydrocarbons and the AGA standard for natural gas measurement.

The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

There will be no deviation from the proposed drilling and/or workover program without prior approval from the AO. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned will be identified in accordance with 43 CFR 3162.

"Sundry Notice and Report on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.

Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3162.4-1(c), requires that "not later than the 5the business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160-5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed."

The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever first occurs; and, for gas wells as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which gas is first measured through permanent metering facilities, whichever first occurs.

If you fail to comply with this requirement in the manner and time allowed, you shall be liable for a civil penalty of up to \$10,000 per violation for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3162.4-1(b)(5)(ii).

APD approval is valid for a period of one (1) year from the signature date. An additional one (1) year approval period may be granted if requested <u>prior</u> to the expiration of the original approval period.

In the event after-hour approvals are necessary, please contact one of the following individuals:

Gerald E. Kenczka (801) 781-1190 Petroleum Engineer

Ed Forsman (801) 789-7077 Petroleum Engineer

Craig M. Hansen (801) 247-2318 Assistant District Manager for Minerals

Revised	October	1.	1985

Date	NOS	Received	

CONDITIONS OF APPROVAL FOR THE SURFACE USE PROGRAM OF THE APPLICATION FOR PERMIT TO DRILL

Company/Operator	HOLDEN ENERGY CORPORATION				
Well Name & Number	UTE No. 13-1				
Lease Number					
Location NE ½ NE	½ Sec. 13 T.4S.	R.1E.			
Surface Ownership	Private - Coleman Brothers				

B. THIRTEEN POINT SURFACE USE PROGRAM:

1. Planned Access Roads

Location and size of culverts and/or bridges, and brief description of any major cuts and fills - NONE

2. Location of Existing and/or Proposed Facilities

Tank batteries will be placed on the NE corner of location.

3. Methods for Handling Waste Disposal

The reserve pit shall not be lined.

4. Ancillary Facilities

The stockpiled topsoil will be stored between Points 1 and 8.

Access to the well pad will be from the NE side by Point No. 2.

The No. 8 corner of the well pad will not be rounded off; no drainage is near the corner.

Form 3160-3 (November 1983) (femeriy 9-331C)

UNITED STATES DEPARTMENT OF THE INTERIOR

(Other instruction on reverse side)

Form approved. Budget Bureau No. 1004--0136 Expires August 31, 1985

BUREAU OF LAND MANAGEMENT						8. LAASS SEESCHATISM AND SEELLE NO. 14-20-H62-4376		
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OFL X	WELL OTHER		SINGLE	MULTIP	<u>ч</u> П	S. PARM OR LEASE !	PAMS	_
2. NAME OF OPERATOR						Ute 13		
Holden En	ergy Corporati	ion				9. WELL NO.		
3. ADDRESS OF OPERAT		_] 1		
Lincoln C	enter, Suite (500, Ardmor	re, OK 73	401		10. FIELD AND POOL		_
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	330' FEL NE 头	NE 七				11. SEC., T., B., M., O AND SURVEY OR	e ble.	
At proposed prod. : Same						Sec. 13, T	4S, R1E,	USB8
Approximat	ely 12.0 mile			nesne		12. COUNTY OR PARIS	18. etats Utah	_
15. DISTANCE FROM PROLOCATION TO NEAR PROPERTY OR LEASE (Also to nearest é	progro* EST B LING, Pt. Irig. unit line, if any)		80	N LBASE		OF ACRES ASSIGNED	-	
18. DISTANCE FROM PR	OPOSED LOCATIONS BRILLING, COMPLETED,		19. PROPOSED DEPT	Soloh	20. 207 R	otary		_
	whether DF, RT, GR, etc.)		· · · · · · · · · · · · · · · · · · ·			22. APPROX. DATE 1	FORE WILL START	•
5131' GR.,	(Ungraded)					7/15/88	}	
23.	;	PROPOSED CASING	AND CEMENTIN	IG PROGRA	K			_
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6 ኢ"	4 1/2" line	1	7000			sacks Class		gel
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JUL 20 1988

DIVISION OF GIL, GAS & MINING

one. If proposal is to drill or deepen directionally, gi reventer program, if any.	al is to deepen or plug back, give data on present productive some and proposed new productive we pertinent data on subsurface locations and measured and true vertical depths. Give blowout
SHOULD Aureus Can	d Surveying for Holden Energy Corporation
(This space for Federal or State office use)	THE Consultant DATE 7/8/88
нами но. <u>43-047-31846</u>	APPROVED BY THE STATE OF UTAH DIVISION OF
APPROVED BY	OIL, GAS, AND MINING
CONDITIONS OF APPROVAL, IP ANY:	BY: John X: Buja
•	WELL SPACING: R643-3-3 See Instructions On Reverse Side

PROJEC.

HOLDEN ENERGY CORP.

Well Location, UTE No. 13 - I, Located as Shown in the NEI/4 NEI/4, Section 13 T4S, RIE, U.S.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

SPOT ELEVATION AT THE NE CORNER OF SECTION 13. T4S, RIE U.S.B.&M. TAKEN FROM THE RANDLETT QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF INTERIOR, GEOLOGICAL SURVEY, SAID ELEVATION IS MARKED AS BEING 5131 FEET.

/ Marked Stone O Loose on Ground

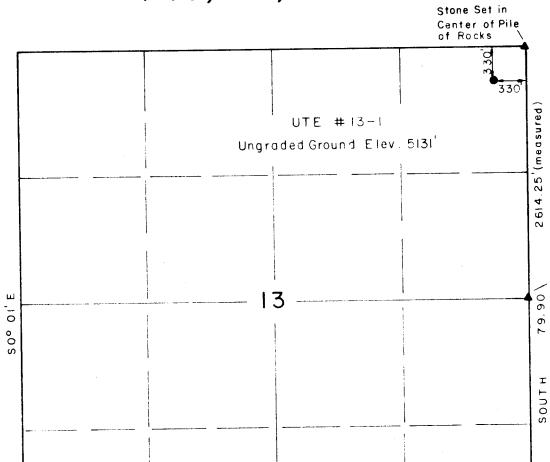
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REGISTERED LAND SURVEYOR REGISTRATION NO. 2454 STATE OF UTAH

UINTAH ENGINEERING & LAND SURVLYING P 0. BOX Q - 85 SOUTH - 200 EAST VERNAL, UTAH - 84078

SCACE " = 1000	DATE 6/6/88
G.S. J.S. J.A.K.	REFERENCES GLO
WEATHER WARM	FILE HOLDEN ENERGY

T4S, RIE, U.S.B. & M.



80.26 S 89° 55' W

▲ = Located Section Corners



CONTINGENCE PLAN

HOLDEN ENERGY CORP.

UTE #13-1 SEC. 13 T4S, R.I.E. USB&N UINTAH, CO. UTAH



DIVISIUN OF OIL, GAS & MINING

JUL 20 1988 T 45, RIE, U.S.B. & M.

Center of Pile **DIVISION OF** of Rocks OIL GAS & MINING UTE # 13-1 Ungraded Ground Elev. 5131' -0 တ် ° OUT 80.26 S 89° 55' W

▲ = Located Section Corners

PROJECT

HOLDEN ENERGY CORP.

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✓ Marked Stone Loose on Ground

Stone Set in



CERTIFICATE

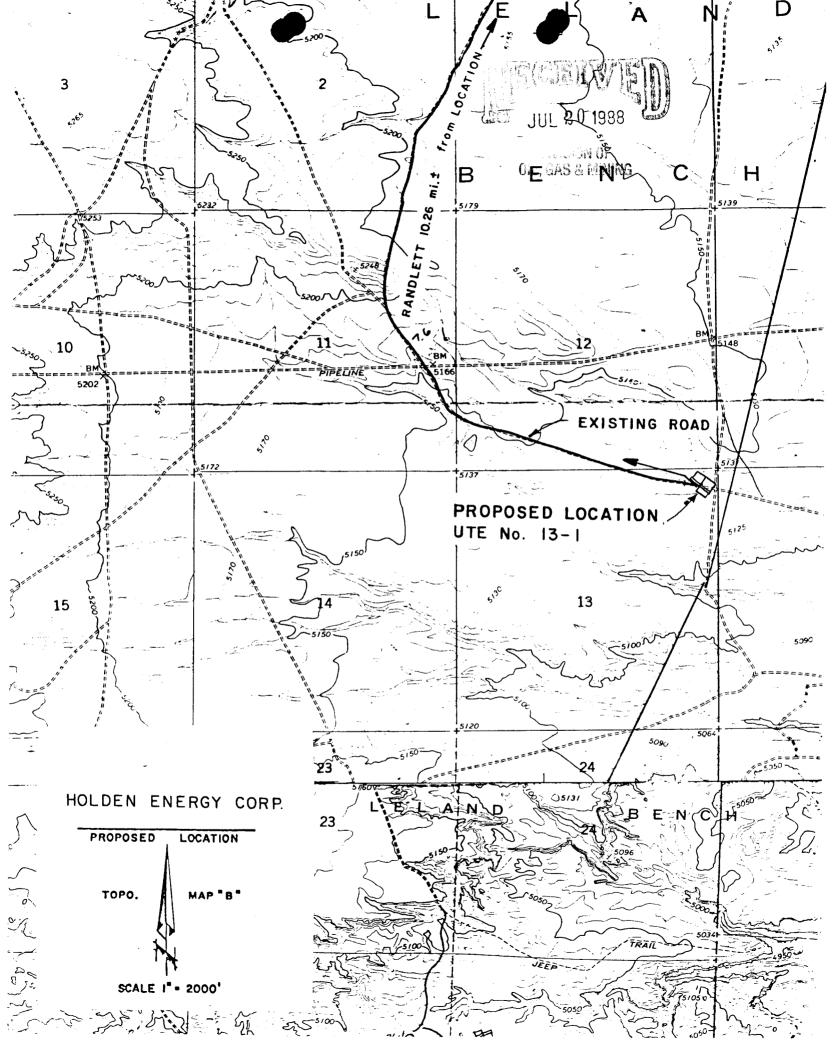
THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARE FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER HE SUPERVISION AND THAT THE SAME A TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE

REGISTRATION NO. 2454

STATE OF UTAH

UINTAH ENGINEERING & LAND SURVEYING PO BOX Q - 85 SOUTH - 200 EAST VERNAL, UTAH - 84078

SCALE 1" = 1000'	DATE 6/6/88
PARTY G.S. J.S. J.A.K.	REFERENCES GLO
WEATHER WARM	FILE HOLDEN ENERGY



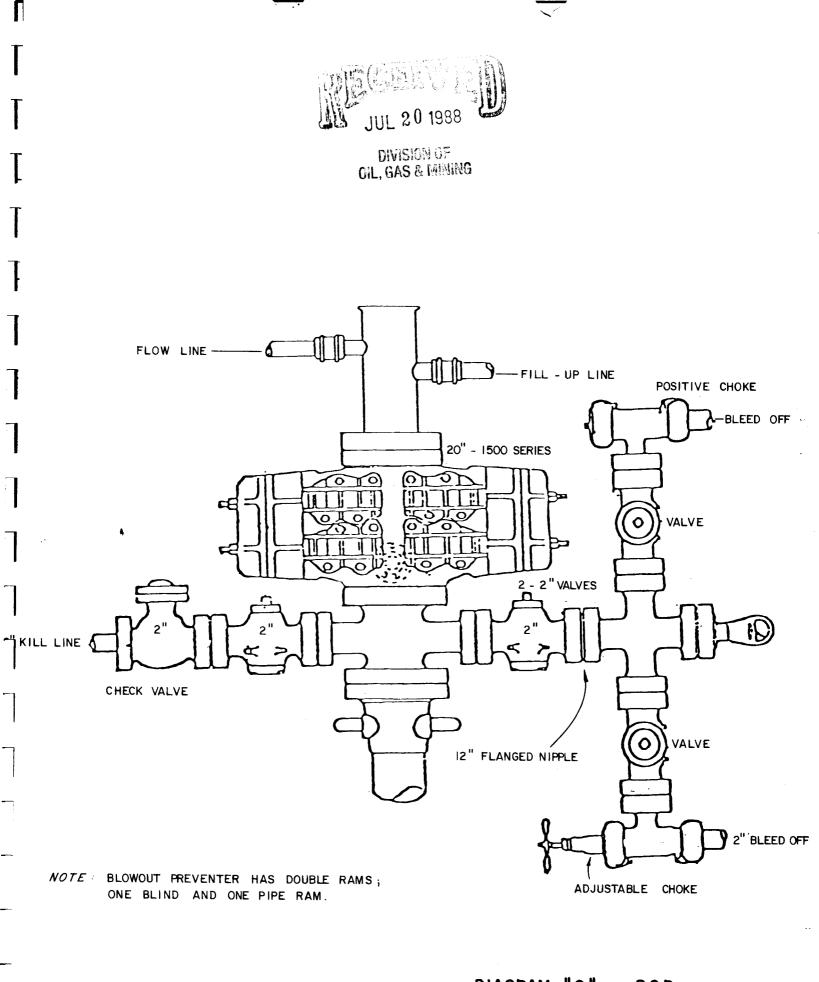
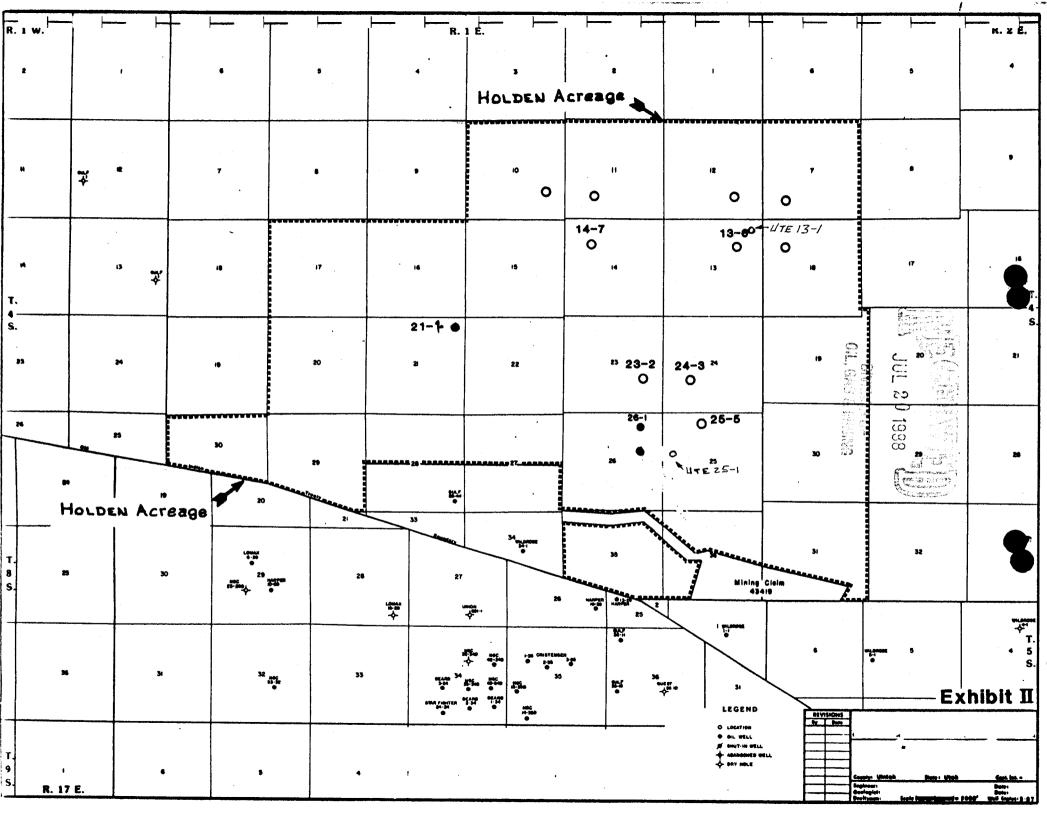


DIAGRAM "C" - B.O.P.

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COCHRANE RESOURCES, INC.

Engineering Wellsite Supervision Lease Operating P.O. Box 1656 Roosevelt, Utah 84066 Phone (801) 722-5081

July 16, 1988

Bureau of Land Management Vernal District Office 170 South 500 East Vernal, Utah 84078

Dear Sir:

Please find enclosed the H2S contingence plan for the Holden Energy Ute Tribal 13-1 well. It should be noted that under the Procedure Program (page 2) items 1 thru 6 will be initiated at the start of the well and will be used to the end of drilling. The remaining items will be used if H2S is detected. Likewise under "General" (page 3) items 1 and 3 will be followed during drilling; item 2 will be initiated if H2S is detected.

The safety equipment listed in Appendix I will be in place and all personal will be H2S certified prior to drilling out from under surface csg.

Please advise if you have any questions.

Yours truly,

- umalla

Ken Allen

OPERATING PROCEDURES

GENERAL

Before this H2S Contingency Plan becomes operational, the Drilling Contractor's personnel, necessary service company personnel, and operators personnel shall be thoroughly trained in the use of breathing equipment, emergency procedures, responsibilities, and first aid. The Operator shall keep a list of all personnel who have been through the special training programs on the drill site.

All personnel shall be given a copy of the "Danger H2S Safety Equipment and Personal Safety" pamphlet. This report summarizes the steps to be taken during the two conditions under which the well may be drilled. It, lists general information about toxic gases, explains the physiological effects of H2S classified operating conditions and informs each reader of his general responsibilities concerning safety equipment and emergency procedures. The Company Drilling Foreman shall keep a list of all persons that have read the report and verify they have read it and understand it thoroughly.

All personnel, without exception, when coming on the drill site must proceed directly to the Company Drilling Foreman for assignment of breathing apparatus and to be assured that he has a breathing apparatus. An Instruction and orientation briefing will also be held, if needed.

Upon coming on the drill site, each person shall also pick up a copy of the "Danger H2S Safety Equipment and Personal Safety" and verify that he has read it by signing the last page. The signed page should be forwarded to the Company Drilling Foreman, or his designated Representative.

PRIOR TO DRILLING OUT OF THE INTERMEDIATE CASING

A list of emergency stations and phone numbers of personnel to be contacted will be sent to the rig and should be posted at the following places:

- 1. Company Drilling Foreman's Office
- 2. Drilling Contractor's Toolpush Office

PRIOR TO DRILLING OUT OF THE INTERMEDIATE CASING

All safety equipment and H2S related hardware must be set up as required by the Company Operating the Well. (Such as, Location of Briefing Areas, Breathing Equipment, ets.) All Safety Equipment must be inspected routinely paying particular attention to resuscitators and breathing air facilities. Watch out for leaks resulting in frequent bleeding from breathing the air bottles.

PROCEDURE PROGRAM

SAFETY PROGRAM

A. DRILL SITE

- 1. The drilling rig will be located to allow prevailing winds to blow across the rig toward the reserve pit.
- 2. Brief stations will be provided with a safety equipment trailer at one or more stations. Personnel will assemble at the most upwind station under alarm conditions, or when so ordered by the Drilling Foreman or the Safety Representative. A wind sock or streamer will be anchored to the trailer.

A second streamer will be anchored at the end of the catwalk on a pole about 30' high so as to be in easy view of the rig floor and visible at night.

A separate supply of air cylinders must be located at the opposite side of location than the Safety Unit.

- 3. Warning signs will be posted on the access road to the location. "NO SMOKING" signs will be posted.
- 4. One automatic H2S monitor will be provided by the Safety company and the detector will be at the shale shaker. Another automatic detector will be on the rig floor monitoring either on the rig floor or in the logging unit. Should the alarm be shut off to silence the siren, the blinker light must continue to warn of H2S presence. The safety representative will continuously monitor the detector and will reactivate the alarm if H2S concentrations increase to a dangerous level.
- 5. An escape road will be provided. It is to be used only in an emergency.
- 6. Do not permit sleeping in cars on location. Maintain a parking area remote from the location preferable on the predominate upwind side of the site.
- 7. Explosion proof electric fans (bug blowers) will be positioned to insure adequate circulation at all critical locations.
- 8. Commercial telephone service will be provided, if available.
- 9. A rig intercommunication system will be provided.
- 10. A gas trap, choke manifold and degasser will be installed. *
- 11. A kill line, securely anchored and of ample strength will be laid to the well-head from a safe location. This line is to be used only in an emergency.

B. GENERAL

- 1. A safety advisor will be available. It will be his duty to conduct safety meetings and training sessions and to be certain all safety equipment needed is installed and operative.
- 2. A Drilling Foreman and a Contractor's Foreman will be required on location and awake at all times. The Drilling Foreman on duty will have complete charge of the rig operation and will take whatever action is deemed necessary to insure personnel safety, to protect the well, and to prevent property damage.
- 3. A mud engineer will be on location at all times when drilling at the depth H2S may be expected.

H2S EMERGENCY PROCEDURES

The emergency procedures outlined in this section will be implemented under the following operating conditions:

CONDITION: EXTREME DANGER TO LIFE

If, at any time as much as 10 ppm of H2S is detected, the following steps shall be taken.

- Driller shall shut down mud pumps and put his mask on.
- The following personnel shall immediately put on their breathing equipment with the mask.
 - a. All personnel on the rig floor
 - b. All personnel at the mud pits, and
 - c. All personnel required to work below and down wind of rig floor.
- 3. Notify the Company Drilling Foreman and the Toolpusher that you have H2S on your monitoring system.
- 4. The mud engineer shall run sulfide determination on the flowing mud.
- Immediately begin to ascertain the source of the H2S and take steps to suppress the H2S. Drilling will not proceed until the source is determined and the well is circulated. Rig floor and mud pit personnel will keep breathing equipment on while monitoring this circulation.
- The Supervisors shall make sure all non-essential personnel are out of the potential danger area, mud pit area, mud shack, ets. All persons who remain in potential danger area must utilize the "Buddy System".
- 7. Have all personnel check their safety equipment to see that it is working properly and in proper location.

8. Check all gas monitoring devices and increase gas monitoring activities with the portable hand operated H2S and Gas Detector Units.

DO NOT PANIC

The Company Drilling Foreman will assess the situation and assign duties to each person to bring the situation under control.

EMERGENCY PROCEDURES AT THE DRILLING RIG

When the H2S monitors activate the siren and blinker light, toxic gas is present.

DO NOT PANIC

- 1. Put on your gas mask!
- 2. Render assistance!
- Follow instructions!

DO NOT PANIC

The Company Drilling Foreman will assess the situation, outline a control program and assign duties.

All work done after H2S is known to be present will be based upon the assessment of this situation.

IGNITING THE WELL

A. RESPONSIBILITY

- The decision to ignite the well is the responsibility of the Company Drilling Foreman. In his absence incapacity, the Contractor's Foreman will assume all responsibility in their absence or incapacity, the contract driller will be in charge.
- 2. The decision to ignite the well is to be made as a last resort when it is clear, that....
 - a. There is a definite threat to Human life and Machinery
 - b. There is no hope of containing the well under prevailing conditions.
 - c. Time and circumstances permitting an attempt will be made to notify the area office. If human life is threatened the decision must not be delayed.

B. INSTRUCTIONS FOR IGNITING THE WELL

1. Two people are required for the initial igniting procedure. Both men will wear self-contained breathing units. Each man will have a retrieval rope around his waist. One man is responsible for checking the atmosphere for explosive gases with an Explosimeter.

The other is responsible for lighting the well. Keep personnel not assigned special duties within the "Safe Briefing Area". Those in the "Safe Briefing Area" will be alert to the needs of the two men assigned to ignite the well. Should either of these men be overcome by fumes, they will immediately pull him to safety by the retrieval ropes.

- 2. The primary method for igniting the well is a 12 gauge meteortype flare gun. It has a range of approximately 500 feet. If this method fails or well conditions are such that a safer of better method is apparent, then the alternate should be used.
- 3. If the well is ignited, the burning hydrogen sulfide will be converted to sulfur dioxide which is also poisonous. Therefore,

DO NOT ASSUME THAT THE AREA IS SAFE AFTER THE GAS IS IGNITED.

CONTINUE TO OBSERVE EMERGENCY PROCEDURES AND FOLLOW THE INSTRUCTIONS OF SUPERVISORS.

SAFETY EQUIPMENT FOR COMPLIANCE WITH NTL-10

Personal protective equipment must be provided and used. Men who are expected to use respiratory equipment in an area where an emergency would require this protection will be carefully instructed in the proper use and told why the equipment is being used. Careful attention will be given the most minute details in order to avoid possible misuse of the equipment during periods of extreme stress.

Self-contained breathing apparatus provides complete respiratory and eye protection in any concentration of toxic gases and under any condition of oxygen deficiency. The wearer is independent of the surrounding atmosphere because he is breathing with a system admitting no outside air. It consists of a full face mask, corrugated rubber breathing tube, demand regulator, air supply cylinder, and harness. Pure breathing air from the high pressure (2200 psi) supply cylinder flow to the mask automatically through the demand regulator which reduces the pressure to a breathing level. Upon inhalation, air flows into the mask at a rate precisely regulated to the user's demand. Upon exhalation, the flow to the mask stops, and the exhaled breath passes through a valve in the face piece to the surrounding atmosphere. An audible alarm can be added to the apparatus, between the 45 cubic foot cylinder and the high pressure hose, which rings at 400 psi and warns the wearer to leave the contaminated area for a new cylinder of air.

To enable men to work in toxic atmosphere for prolonged periods of time, a hose line with quick disconnect can be attached to the unit connecting it to a 300 cubic foot air cylinder. The installation of a hose bank series manifold on the rig floor connected to a series of 300 cubic foot bottles at a remote location allows both rig crew members and supervisors to remain with "mask on" for an extended period. By having two banks of bottles feeding the floor alternately bottles can be replaced and the time can be extended indefinitely.

The derrickman is provided with a mask unit and 10 minute escape cylinder connected to one or more 300 cubic foot air cylinders through a quick disconnect "T". If evacuation via trolley or ladder becomes necessary, he will also have a full bottle of air in his own self-contained breathing apparatus.

All respiratory protective equipment, when not in use, should be stored in a clean, cool, dry place, and out of direct sunlight to retard the deterioration of rubber parts. After each use the mask assembly will be scrubbed with soap and water, rinsed thoroughly, and dried. Disinfecting may be accomplished through the use of a Pine Sol compound prior to rinsing. Air cylinders can be recharged to full condition from a cascade system of three 300 cubic foot cylinders, connecting pigtails, and charging hose assembly. Men in each crew will be trained as to the proper techniques of bottle filling.

CONSIDERATIONS DURING THE DRILLING

OF A

HYDROGEN SULFIDE WELL

TABLE A

TOXICITY OF VARIOUS GASES

COMMON NAME	CHEMICAL /	SPECIFIC GRAVITY AIR 1	THRESHOLD LIMIT 1	HAZARDOUS LIMIT	LETHAL CONCEN- TRATION
Hydrogen Cyanide	HCN	0.94	10 ppm	150 ppm/ 1 hour	300 ppm
Hydrogen Sulfide	H2S	1.189	20 ppm	250 ppm/ 1 hour	600 ppm
Sulfur Dioxide	S02	2.21	5 ppm		1000 ppm
Chlorine	CL2	2.45	1 ppm	4 ppm/ 1 hour	1000 ppm
Carbon Monoxide	СО	9.97	50 ppm	400 ppm/ 1 hour	1000 ppm
Carbon Dioxide	C02	1.52	5000 ppm	5%	10%
Methane	CH4	0.55	9000 ppm (9%)	Combustible above 5% in air	

^{1.} Threshold - Concentration at which it is believed that all workers may repeatedly be exposed, day after day, without adverse effect.

^{2.} Hazardous - Concentration that may cause death.

^{3.} Lethal - Concentration that will cause death with short-term exposure.

3400 W. Yellowstone P. O. Box 2652 Casper, Wyoming 82602

(307) 266-1616



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HYDROGEN SULFIDE

<u> %</u>	PPM	GR/100 SCF	EFFECTS
0.001	10	.65	Obvious and unpleasant odor
0.002	20	1.30	Safe for 8 hours exposure.
0.01	100	6.48	Kills smells in 3 to 15 minutes; may sting eyes and throat.
0.02	200	12.96	Kills smell shortly; stings eyes and throat.
0.05	500	32.96	Dizziness; breathing ceases in a few minutes; needs prompt artificial respiration.
0.07	700	45.36	Unconscious quickly; death will result if not rescued.
0.1	1000	64.80	Unconscious at once; followed by death within minutes.

SULFUR DIOXIDE

<u>%</u>	PPM	EFFECTS
.0005	3 to 5	Pungent odor normally a person can detect SO2 in this range.
.001	10	Safe for 8 hours exposure.
.0012	12	Throat irritation, coughing, constriction of the chest, tearing and smarting of the eyes.
.015	150	So irritatiing that it can only be endured for a few minutes.
.05	500	Causes a sense of suffocation, even with first breath.

CONSIDERATIONS DURING THE DRILLING OF A SOUR GAS WELL

INDRODUCTION

This memorandum is intended to familiarize you with the conditions that can exist when drilling a well to formations that contain H2S and the precautions Drilling Services have taken in designing the well program and safety program to provide maximum safety.

You should become familiar with all safety equipment on the rig, its use, and availability. The windsocks and windstreamers are provided to know which direction the wind is blowing so that the "SAFE BRIEFING AREA" can be easily defined. You should become wind conscious and observe these wind direction indicators. All persons aboard the rig will receive instructions on the use of safety equipment and on what to do during an H2S emergency. The well will be monitored with H2S continuous monitoring-type detectors.

Drilling operations in known H2S zones, or when H2S has been detected in the drilling fluid or atmosphere, will be performed under three possible conditions:

CONDITION 1: POTENTIAL DANGER

Warning Sign

None

Alarm

Less than 10ppm-none 10ppm-One red light, continuous horn blast.

Characterized By:

Drilling operations under control.
Routine drilling operations in zones
that may contain Hydrogen Sulfide.
This condition will be in effect
continuously unless it is necessary
to go to Condition 11. This condition
remains in effect until H2S is detected
and as long as the concentration does
not exceed 10 ppm.

General Action:

- 1. Be alert for a condition change.
- Check safety equipment for proper functioning. Keep it available.

CONDITION 11: EXTREME DANGER TO LIFE

Alarm

Light flashing and continuous horn blast

Characterized By:

Critical well operations, well control problems, and in the extreme, loss or well control. Poisonous gases may be present at or above threshold levels (as defined under Toxicity of Various Gases).

General Actions:

1. All personnel shall put on their protective breathing equipment.
All non-working personnel shall proceed to the safer breathing area.
All personnel not required in the well control operations may be evacuated.

2. Follow the instructions of the Drilling Foreman and Supervisors.

3. The Drilling Foreman will initiate emergency action as provided in the Contingency Plan as appropriate.

4. The Drilling Foreman, after consultation with the Drilling Services.

4. The Drilling Foreman, after consultation with the Drilling Services, will ignite the well if deemed necessary as outlined in the Contigency Plan under "Igniting the Well". Supervisors will conduct any necessary operation with an absolute minimum of personnel. All persons will wear a self- contained breathing apparatus and will restrict their movements to those directed by the Drilling Foreman and

5. If the well is ignited, the burning Hydrogen Sulfide will be converted to Sulphur Dioxide which is also poisonous. Therefore, DO NOT ASSUME THAT THE AREA IS SAFE AFTER THE GAS IS IGNITED. CONTINUE TO OBSERVE EMERGENCY PROCEDURES AND FOLLOW THE INSTRUCTIONS OF THE DRILLING FOREMAN AND SUPERVISORS.

During an emergency, persons should utilize the "Buddy System" to prevent anyone from entering a gas area alone whether he is using breathing equipment or not. If a person is overcome by H2S, do not attempt to rescue him without a "Buddy" standing by. A retrieval rope would be used before entering a contaminated area. If you are wearing a mask, do not remove it until you are absolutely certain the air is safe to breath. If a sudden gas release occurs without warning, you should:

Supervisors.

- 1. Hold you breath and rapidly evacuate the area containing the H2S. Move upwind, if possible.
- 2. Put on a mask.

3. Help anyone who may be affected by gas. NOTE: Put on your breathing equipment before helping anyone overcome by H2S. Then take him to a safe area and administer oxygen.

4. Evacuate quickly to the "SAFE BRIEFING AREA" to receive instructions from the Drilling Foreman.

5. DO NOT PANIC

The Oil Company intends to keep all formations overbalanced so that no intrusion of gas will occur. However, we have provided plans in the event of an emergency so that we will be able to handle one with a minimum of trouble. If you are on the rig during Operating Conditions 1 &11, it is essential that you follow the instructions of the Supervisors.

Copies of the "H2S Contingency Plan" are available from the Drilling Foreman. This plan sets out precautionary measures, safety equipment, emergency procedures, responsibilities and duties pertaining to the drilling of a sour gas well. All personnel should become familiar with the contents of the plan and afterwards should sign the log in the Chart Room indicating that they have read and do understand the plan. Paricular attention should be paid to the following topics:

- 1. H2S EMERGENCY PROCEDURE
- 2. RESPONSIBILITIES AND DUTIES
- 3. RIG LAYOUT-LOCATION OF BRIEFING AREA, BREATHING EQUIPMENT, ETC.

TOXICITY OF VARIOUS GASES

The Table A lists various gases and the concentrations at which they become dangerous.

PROPERTIES OF GASES

The produced gas will probably be a mixture of carbon dioxide, hydrogen sulfide, and methane.

Carbon dioxide (CO2) is usually considered inert and is commonly used to extinguish fires. It is heavier than air (1.5 times), and CO2 will concentrate in low areas of quiet air. Humans cannot breathe are containing more than 10% CO2 without losing consciousness. Air containing 5% CO2 will cause disorientation in a few minutes. Continued exposure to CO2 after being effected will cause convulsions, coma and respiratory failure.

The threshold limit of CO2 is 5000 ppm. Short-term exposure to 50,000 ppm (5%) is reasonable. This gas is colorless and odorless and can be tolerated in relatively high concentration.

HYDROGEN SULFIDE

Although the slightest presence of H2S in the air is normally detectable by its characteristic "rotten egg" odor, it is dangerous to rely on the odor as a means of detecting excessive concentrations because the sense of smell is rapidly lost,

allowing lethal concentrations to be accumulated without warning. The Table B indicates the poisonous nature of hydrogen sulfide, which is more toxic than carbon monoxide.

Hydrogen Sulfide itself is a colorless and transparent gas and is flammable. It is heavier than air, and hence, may accumulate in low places.

SULPHUR DIOXIDE

Sulphur Dioxide (SO2) is produced during the burning of H2S. Although SO2 is heavier than air, it will be picked up by a breeze and carried downwind at elevated temperatures. While sulphur dioxide is extremely irritating to the eyes and mucous membranes of the upper respiratory tract, it has exceptionally good warning powers in this respect. The Table C indicates the toxic nature of the gas.

Sulphur Dioxide is a colorless, transparent gas and is non-flammable.

BUDDY SYSTEM

In this manual, reference is made to the "Buddy System". This means that personnel should watch out for each other and, when possible, should work in pairs. While Dirlling Operations have made extensive preparations for your safety, you should be aware of first aid procedures in the event someone else becomes careless. First aid for H2S victims is based primarily on rescue breathing and include:

- A. Move victim for fresh air at once. Don't jeopardize your safety, wear a mask then get a mask on the victim.
- B. If the victim is unconscious and not breathing take him at once to the Safe Briefing Area and apply mouth-to-mouth artificial respiration without inter-

ruption until a resuscitator is available. Use the resuscitator until normal breathing is restored. Symptoms may pass off rapidly, however, keep the victim warm and take him for medical attention.

BREATHING EQUIPMENT DRILLS FOR ON SITE PERSONNEL

NOTE: This drill shall include the following personnel:

- 1. Rig Crew and Roustabout
- 2. Pusher and Roustabouts assigned to essential duty during an emergency
- 3. Mud Logger
- 4. Mud Engineer
- 5. Drilling Services Toolpusher
- 6. Oil Company's Foreman

A drill, with breathing equipment, will be conducted once a week with each crew, including the Mud Logger and Mud Engineer. The purpose of the drill is to instruct the crews in the operation and use of breathing and H2S related emergency equipment and to allow them to become acquainted with using the equipment under working conditions. The crews should be trained to put on breathing equipment within one minute after H2S emergency has been alerted.

The following procedure shall be used for the first few weekly drills until the Drilling Foreman is satisfied that the crews are proficient with the equipment. (Note: This drill will be made only while the bit is inside the casing. It is to be conducted as outlined under "Emergency Procedures - Condition 111 of the Contigency Plan"). All personnel on the rig shall be informed that a drill will be given. A qualified person shall initiate the drill by manually activating the alarm system for Condition 111. The Driller shall shut down the mud pumps and continue to rotate the drill pipe while all crew personnel put on their breathing equipment. The Mud Logger, Mud Engineer, Toolpusher, and Oil Company Personnel should put on their breathing equipment. The Driller should put on his breathing equipment and connect to the supplies air from the cascaded air supply. Once breathing equipment is on, the Driller shall pick up the Kelly and check for flow. 5. The Driller shall proceed as if the well was flowing; simulate well shut-in procedures as shown on the well control procedure chart of Contingency Plan. 6. The Mud Logger shall continue to monitor his equipment with his breathing equipment. 7. The Mud Engineer shall perform a test on the flowline for mud weight and funnel viscosity and run a GGT Test on the mud to check to determine the

7. The Mud Engineer shall perform a test on the flowline for mud weight and funnel viscosity and run a GGT Test on the mud to check to determine the sulfide concentration. This part of the drill is important because we want to make it a standard practice that a GGT Test be run every time anything unusual happens.

8. During the drill, the Drilling Foreman and Toolpusher will observe the work and make sure that everyone is using his equipment properly.

Note: 1. Once the Drilling Foreman is satisfied that personnel are proficient with the breathing equipment, and H2S emergency procedure, he may conduct a weekly minimal drill where the breathing equipment is only put on and checked for operation.

Note: 2. A record of attendance shall be kept for these weekly drills and shall also be included on daily tour sheet.

BREATHING EQUIPMENT DRILLS AND TRAINING SESSIONS FOR OFF-DUTY PERSONNEL

NOTE: To Include: All personnel on the rig, except on-duty rig crew, Mud Logger, Mud Engineer, and Toolpusher.

An H2S drill and training session shall be given once a week to all off duty personnel. This training will be conducted to instruct personnel in the operation and use of breathing and H2S related emergency equipment and to review various operating procedures in the "H2S Contingency Plan".

Initial drills shall include:
 General information about the breathing apparatus which shall include length of time it can be worn, warning signals when pressure is depleting, packing and storage procedures, etc.
 How to put the mask on and test for leaks around face and hose connection.
 Initially, these drills shall be conducted as often as necessary to acquaint the crews with the equipment. After the Drilling Foreman is convinced that all

Initially, these drills shall be conducted as often as necessary to acquaint the crews with the equipment. After the Drilling Foreman is convinced that all personnel are trained, a weekly drill shall be conducted. This drill may be initiated at any time. Prior to the drill, the Rig Crew on duty must be informed that it is only a practice drill. The drill will be initiated by the "Condition II" warning signal. At this time, all off duty personnel will immediately get their assigned gas masks on, and report to the "Safe Briefing Area", which will depend on the wind direction. Personnel should be trained to report to the "Safe Briefing Area" with their emergency equipment within five minutes after the alarm is sounded.

A weekly training and information session shall be conducted after the drill to answer any H2S related questions and to cover one or more of the following:

- a. Condition I and II alert and steps to be taken by all personnel.
- b. Make personnel conscious of the importance of wind direction when dealing with H2S.
- c. Proper use of all types of breathing equipment.
- d. Proper use of oxygen resuscitators.
- e. Proper use of H2S detectors.
- f. The "Buddy System" and the procedure for rescuing a person overcome by H2S.
- g. Resposibilities and duties.
- h. Location of H2S Safety Equipment.
- i. Other parts of the "H2S Contingency Plan" that should be reviewed.

NOTE: A record of attendance shall be kept for weekly drill and training sessions. These drills and training sessions shall also be included in the morning drill reports.

Some of the Key Items OSHA Compliance Officers Look For at a Drilling Rig

- 1. Class I, Div. I, wiring and lighting, i.e., explosion-proof fixtures on drilling floor and in doghouse. Condition of of wiring around rig.
- 2. Electrical grounding of wiring and electrical devices.
- 3. Rotary table guard:
- 4. Sharp teeth on tongs.
- 5. Wire rope accured with clips (adequate #) properly.
- 6. Condition of hoisting line and frequently of removal of deteriorated line.
- 7. Removal of slippery substances from drilling floor.
- 8. Guard rails on drilling floor and stairs.
- 9. Ladder safety climbing devices for use of derrickman.
- 10. Use of lanyard and safety belt by derrickman.
- 11. Proper installation of geronimo line and carriage.
- 12. Proper stacking of drill pipe; supports for pipe.
- 13. Spark arrestors on diesel (or gas) engines.
- 14. No riding of elevator.
- 15. Condition of girts on derrick.
- 16. Presence of H₂S detector heads as shale shaker, mud tanks, cellar, and drilling floor. Audible, visual alarm for system. Wind sock to show wind direction. H₂S evacuation training and practice for evacuation.
- 17. H₂S respirators for all employees and others who visit site.
- 18. H2S system and precautions applicable to known sour crude areas and all wildcat operations.
- 19. Respirators, face shield, goggles, rubber gloves, rubber apron, rubber boots available and used for those mixing mud with caustic chemicals, asbestos, acids.
- 20. Blowout preventor shutdown valve located as specified by API and IADC.
- 21. BOP practice drills, documentation of same.
- 22. Training of employees in emergency operations, document.
- 23. Proper storage of fuels, proper distances from drilling site.
- 24. Guard rails at mud tanks.
- 25. Guard rails or rope around reserve pit.
- 26. CPR training for at least one man on rig at all times.
- 27. Designation of authorized smoking areas and signs to denote nonsmoking areas.
- 28. Adequate guarding of moving parts of machinery, i.e., belts, pulleys, shafts with projecting coupling collars, etc.
- 29. Guarding of cathead.
- 30. Standard railing around crown sheave (pulley), stabbing board.
- 31. Hard hats and safety goggles used by all of drilling crew.
- 32. Safety belts and lanyards free of defects.
- 33. Catwalk between pipe tubs or racks in good shape.
- 34. Permanent piping to doghouse for use of propane for heating, no jerry rig lines.
- 35. Securing of equipment, such as BOP when in pre-installation.
- 36 Procedures for drill stem test, i.e., no exposed flames, no ignition sources present, no smoking.
- 37 Steel-toed safety shoes for all crew members. Should have built-in metetarsal guards.
- 38. Securing kelly hose at both ends with chain.
- 39. No electrical cable laying on ground unless they are steel-jacketed
- 40 Active safety program. If one is present and documented, OSHA considers this as a "good faith" effort by employer
- 41 Means to transport injured to medical facilities to include stretcher and necessary accourrements.
- 42. First aid supplies.
- 43. State inspected 'certified boilers

Rotary Rig Safety Inspection Checklist

Drilling Company

Rig No.	Tour:		Date:	
Check all equipment listed below if	used on rig beir	ng inspected.		
Check () if O.K., check () if	item needs actio	n. Check "Corr." w	hen corrected.	
	O.K. Co	rr.		O.K. Corr.
Rig signs out	()() Pipe baskets		(*)(
OSHA Poster posted	()() Drill pipe		()(
OSHA Form 100, Log up-to-date	()()) Drill collars	•	()(
Emergency Phone Number card	()() Engines		()(
Emergency aid provisions	i ji) Belt guards		\cdot $($ $)($
Radio	()() Drive guards	•	()(
Rig toilet facility	()() Pump belts		()(
Crew drinking water	()() Start engines		\hat{i}
All hands instructed or in-		All belts		i îi
	()() Kelly hose		i ii
training program) Load lines		(
Crew safety meeting held	()(lings and clips	()(
Company safety manual on rig	()() Fuel lines	ings and cups	()(
Fire extinguishers First aid kits	(•)() Fuel tank		()(
Trained First Aiders on each tour	()(Trailer House	,	
Dog House housekeeping	()(•	s fittings & lines	()(
Tool House housekeeping	()() B.O.P. shield		
Ceneral housekeeping	()() Welding equ		i ji
Safe access to all areas	()() Condition of		
Hard hats	()() Condition of		()(
Safety shoes) ()) All air valves		()()
Safety goggles	ji j) Air compress	iors	()()
Hearing protection	i ii) Water lines f		()()
Condition of hand tools	()(-) Water truck		()()
Hammer handles	ììì) Shear relief v	alves/cover	()(
Chisel heads	i ji) Mud hopper		()()
Wrenches	i ji) Cellar clear		()(
Condition of cathead(s)	i ii) Dead line		()()
Spinning line(s)	ììì) Dead line cla	amps	()()
Condition of slips	ì ji) Condition of	· · · · ·	()()
Condition of dogs) Condition of		()()
Condition of tongs	i i) Condition of		()()
Condition of tong dies	$i \in \mathcal{I}$) Condition of		()()
Safety line on rotary hose) ()) Mast bolts tip		()()
Drilling line	()() Sheaves & cr		()()
Cat line & sheave	()() Crown platfo		()()
	()() Rig ladder		()()
Monkey board ,	()(ety device and belt	(i)
Safety belt) Ladders, port		
Escape line, trolley	()() Electric lines		(i)
Escape line anchor	()() Bulbs guarde		(i)
Floors free of holes	()() Drop cords	•	
Floor railing	. ()() Lights		(i)
Hand rails	•) Light plant		(i)
Walks	. () () Terminals		(i)
Stairs and stair rails	()(j reminais		

To be completed by Driller first tour after rig-up. Mark out items not applicable on rig. Describe specific problems on back.

INSPECTED	BY	
PUSHER:		
RECEIVED II	N (DITICE:

Safety Check Lise Land Rigs

YES or NO	<u>Land</u> 1005
	PIPE RACKS AND ADJACENT AREAS
	1. Is condition of the pipe racks satisfactory?
	2. Do pipe racks have sufficient matting?
	3. Are cat walk boards in good condition?
	4. Is pipe ramp in good condition?
	5. Is lighting system sufficient in this area?
	6. Is any method used for chocking pipe on pipe racks?
. 1	7. If so is it satisfactory?
	8. Is good housekeeping being practiced throughout this area?
	SUBSTRUCTURE
	9. Are all beams in place?
	10. Are all necessary bolts, pins and retainer pins in place?
	_ 11. Are there any excessive bent places in any of the beamsr
	_ 12. Are all bolts and tie-downs tightened securely?
	13. Is there excessive oil on matting boards?
	14. Are air tanks in structure being drained each tour?
	15. Is the general appearance of the substructure good?
	16. Are there sufficient lights for this area?
	17. Are lighting fixtures in good condition?
	18. Is good housekeeping being practiced throughout this area?
	BOP'S AND MANIFOLD
	19. Are all bolts and nuts in casing head, BOP's and flanged openings?
	20. Are BOP's being opened and closed regularly?
	21. Is the remote control unit and accumulator in good conditions
	23. Are there any leaks in lines to BOP hook-up?
	24. Are ram handles and wheels hooked up to BOP's?
	25. Are ram handles and wheels hung so they will turn freely?
	26. Are there any low pressure connections in BOP hook-ups
	27. Are discharge lines anchored down?
	28. Are BOP's snubbed off properly to center the rotary hole?
,	MUD TANKS AND SHALESHAKER
	29. Are all lights, light sockets, and terminal boxes satisfactory?
	30. Are guards over belts on shaleshaker and end of vibrator shall
	31. Are gun lines and jet lines made up of high pressure connections?
	32. Are there control handles on mud guns?
	33. Is caustic mixing barrel rigged safely?
	21 Ara propers available?
	35. Are walkways and handrails around tanks in good condition?
	as Are stens in satisfactory condition?
	37 Is good housekeeping being practiced throughout this area?
	MUD PUMPS AND MUD MANIFOLD
•	18. Are all necessary guards in place?

·	39. Are shear relief settings within maximum working pressure of pump?
	40. Are shear relief valve covers in place?
	41. Are there any missing studs or nuts on pumps?
	42. Are down-stream lines on pump snubbed down?
	43. Is working area around pumps satisfactory?
	44. Are all lights, light sockets, terminal boxes in good condition?
	45. Are hand tools in good working order?
	46. Is good housekeeping being practiced throughout this area?
	40. 13 8000 110 2000 110
	AUXILIARY HOUSES
	47. Are all necessary guards in place?
. 1	48. Is there a relief valve on air tank and is it working properly?
	49. Are air tanks being drained each tour?
	50. Are air tanks and drain valves in good condition?
	51. Is switchboard in satisfactory condition?
	52. Is there excessive oil and grease on floor and under engines?
	CLOTHES CHANGING & TOOL HOUSE
	53. Is good housekeeping being practices inside house as well as adjacent area?
	53. Is good housekeeping being placetoes
	ENGINE AREA & RIG FEOOR
	54. Are all necessary guards in place?
	55. Does engine exhaust have either spark arrester or water tied into exhaust?
	56. Are all steps and handrails leading from rig floor to ground level in good condition?
	57. Are steps and handrails from rig floor to engine level in good condition?
	58. Are steps retainer bolts in top section of each set of steps?
	59. Are all handrails in good condition?
	60. Are there any tools being hung on top section of handrails?
	61. Is the floor around the rotary table in satisfactory condtion?
	62. Is tar paper or cocoa mats provided around rotary table?
	63. Are rotary tongs in satisfactory condition?
	64. Do tong weight buckets or tong lines have junk iron attached?
	_ 65. Are tongs snubbed properly and tong snub lines in good condition?
	66. Is break-out line on lead tongs of proper length?
	67. Are timbers in good condition where pipe is racked?
	68. Is condition of derrick floor in satisfactory condition?
	69. Are all floor wings supported properly and retainer bolts in place?
	70. Are catheads provided with catline divider?
	71. Are catheads in satisfactory condition and not grooved?
	manufaction in safe working condition?
	73. Is air hoist (brakes, hand control, line guide, hoist line) in good condition?
	74 Is there a line guide on air hoist?
	75 to those sufficient amount of First Aid material availables
**************************************	75. Is there sufficient amount 76. Does Toolpusher have a Doctor list and First Aid list of materials in trailer?
	77. Are there visitors hats available on this rig?
	78. Is good housekeeping being practiced throughout this area?
· <u></u>	79. Is inside BOP working and on the floor?
	79. Is inside DOT Working and 1

	Dia CK
	80. Is derrick ladder in good condition?
	81. Is the monkey board in satisfactory condition?
	82. Is safety belt on monkey board in good condition?
	83. Is water table run-around in good condition?
	84. Is the condition of lines for derrick climber satisfactory?
	85. Is derrick climbing equipment anchored properly in derrick?
	_ 86. Is condition of derrick climbing belt satisfactory?
	87. Is condition of sheaves satisfactory, anchored at crown properly?
	_ 88. Is crown area free of excessive grease?
	89. Are all girts and braces in derrick in satisfactory condition?
	90. Are all girts and braces sufficiently bolted down?
	91. Are tong lines or other lines anchored to braces or girts?
	92. Are stand-pipes properly braced to derrick?
	93. Is derrick lighting system strung properly?
	94. Are all light fixtures explosion-proof?
	95. Is derrick lighting sufficient?
	96. Are rotary hoses snubbed off properly at standpipe area?
	97. Is rotary hose that is being used snubbed off at swivel?
	98. Is derrick free of any loose objects?
	99. Is line guide equipment in good condition?
	100. Is there a windbreak for monkey board?
· · · · · · · · · · · · · · · · · · ·	101. Is stabbing board in good condition and well secured to derrick?
	GENERAL INFORMATION
	102. Is housekeeping in general - excellent, good or bad?
	103. How many fire extinguishers on job and are they in good condition?
	104. Is miscellaneous auxiliary equipment in good condition?
	105. Are welding machine, leads, and holders in good condition?
	106. Are cutting rig, hoses, regulators, gakuges, and torch in good condition?
	107. Are extra bottles and empties well secured in rack?
	108. Do all bottles have caps?
	109. Are hard hats and steel toe boots being worn by everyone?
	110 Are there any unsafe practices being observed?
· · · · · · · · · · · · · · · · · · ·	111. Are crews having regular safety meetings?

RECOMMENDED PRACTICES AND

CHECKLISTS FOR DRILLING OPERATIONS

IN AREAS WHERE H2S IS A POTENTIAL HAZARD

DRILLSITE LOCATION

 The rig will be situated on the location such that prevailing winds blow across the rig toward the reserve pit or at right angles to a line from the rig to the reserve pit.

- 2. The entrance to the location will be designed so it can be barricaded if Hydrogen Sulfide emergency conditions arise. Appropriate warning signs and flags will be placed at the location entrance.
- 3. A minimum of two (BRIEFING AREAS) will be established in such locations that at least one area will be upwind at all times. These areas will be 200 feet from the well head. Upon recognition of an emergency situation, all personnel will assemble at the areas to don their protective breathing equipment.
- 4. A Safety Equipment Trailer will be located in the SAFE BRIEFING AREA.
- 5. Windsocks and wind streamers will be placed on the location in a manner that they are visible from all points of the location. A windsock will be placed at the entrance of the location to be checked before entering the location, visible from V door and 180 degrees from it.
- The mud tank will be located so as to minimize the danger from gas that breaks out of the drilling fluid.
- 7. Electric power plants will be located as far from the wellbore as practical so that it may be used under conditions where it would otherwise have to be shut down.
- 8. All windbreakers and rig curtains will be removed from around the derrick floor and monkey board, regardless of weather conditions, when working in any zone which may contain Hydrogen Sulfide.
- 9. When working at a depth where Hydrogen Sulfide may be encountered, appropriate warning signs will be posted on all access roads to the location and at all stairways leading to the derrick floor.
- Appropriate smoking areas will be designated and smoking will be prohibited elsewhere.
- 11. On the rig, by the radio, will be posted a list of current emergency telephone numbers.
- 12. Reliable 24-hour radio and/or telephone communication will be available at the rig.

- 13. There will be a secondary escape route from the location opposite from the direction of prevailing winds.
- 14. (H_2S) detector locations (should at least include cellar and mud tanks at shale shakers).

SPECIAL EQUIPMENT

- 1. Two flare lines will be laid at a 90-degree angle from the well to facilitate flaring as necessary.
- 2. Blowout preventors and choke manifolds will be (H2S) trim.
- 3. An automatic (H₂S) monitor will be installed with both visual and audible alarms located where it can be seen and/or heard throughout the drilling location. The visual alarm will be set to trigger at 10 ppm of (H₂S), and the audible alarm will be set to trigger at 20 ppm of (H₂S).
- 4. There will be enough safety equipment, breathing air-packs for 21 men.
- 5. It is advised an adequate (H_2S) scavenger material be on location. It is to be added to mud system if any trace of (H_2S) is detected.

INSTRUCTIONS TO PERSONNEL WHERE HYDROGEN SULFIDE MAY BE ENCOUNTERED

- 1. Every person involved in the operation will be informed of the characteristics of Hydrogen Sulfide, its dangers, safe procedures to be used when it is encountered and recommended first-aid procedures for regular rig personnel.
- 2. The (H_2S) Supervisor will conduct training sessions and will repeat as deemed necessary by him or as instructed by the Drilling Foreman.
- INSTRUCTIONS WILL INCLUDE THE FOLLOWING:
 - a. Danger of Hydrogen Sulfide
 - Use and limitation of air equipment
 - c. Use of resuscitator, organization of "Buddy System" and firstaid procedures.
 - d. Use of (H_SS) detection devices: designation of responsible people.

- e. Explanation of rig layout and policy on visitors, designation of smoking areas, emphasis of the importance of wind direction.
- f. Explanation of the functions of (H_2S) Supervisor.
- g. Explanation and organization of (H2S) Drill.
- h. Explanation of the overall emergency plan with emphasis given to the evacuation phase of the plan.
- The above instructions will be attended by every person involved in the operation.
- 5. Visitors will be instructed to report to the DRILLING FOREMAN.
- Visitors will be refused entrance for lack of Safety Equipment.
 If special operations are in progress, or for other reasons involving safety.

CHECKLIST FOR BLOWOUT PREVENTION PROGRAM

1. Is there a set of drawings available to the rig showing the BOP stack, lines, valves and manifolds required for assembly?

- 2. Do all items meet or exceed the pressure ration of the assembly?
- 3. Is assembly rating equal to or greater than casing burst pressure or formation breakdown pressure, whichever is lesser?
- 4. If the master rams are closed, is it possible to pump into the well?
- 5. Are casing head connections tied to choke manifold?
- 6. Are choke discharge lines manifold and arranged so that fluids can be discarded, gas separated safely or mud recovered and degassed?
- 7. Will the degassing system handle all mud at necessary flow rates?
- 8. Can gas separated from the mud be safely discharged or flared?
- 9. Can rams be locked in closed position from outside substructure?
- 10. Does an alternate or isolated source of power exist so that accumulator can be recharged should gas be leaking around rig?
- 11. Does the stack have clearance for tool joints between preventors so pipe can be stripped in the hole?
- 12. Is an inside BOP available on the rig floor for closing inside of drill pipe and can it be manually stabbed?
- 13. Is an inside BOP available on the rig floor for closing inside of drill collars and can it be manually stabbed?
- 14. Can the collars be fastened down quickly?
- 15. Are relief lines of large capacity available, if needed to hold pressure down on surface casing?
- 16. Are choke discharge lines as straight as practical, heavy duty, and well-anchored and supported?
- 17. Are choke flow lines and valves well-supported and anchored?
- 18. Can all necessary manipulations of the BOP assembly be made without going under rig floor?

- 19. Is the stack flanges and connections protected during moving?
- 20. Are stacks well anchored and can it be aligned conveniently, if necessary.
- 21. Are there master valves on the choke flowline and each choke manifold wing and these used for closure to allow downstream repairs?
- 22. Is there a fill-up line separate from the kill line and is it normally used?
- 23. Is the choke flowline straight or has only sweeping bends?
- 24. Are sufficient variable chokes available with a ration to handle expected pressures?
- 25. Are there both floor-mounted and remote accumulator controls and are these clearly labeled?
- 26. Are the off-floor controls effective if the floor unit is destroyed?
- 27. Can rams be closed without losing pressure to the Hydril?
- 28. Are control lines of pressure rating equal to accumulator pump pressure capability or adequately protected by relief lines?
- 29. Do accumulator pumps automatically recharge accumulator?
- 30. Are BOP control lines positioned low so that they are not likely to be destroyed quickly by fire?
- 31. Is the kelly cock wrench available and easily found?
- 32. Are extra parts for chokes on hand?
- 33. Is there a totalizing pit indicator and recorder mounted in easy view of the Driller?
- 34. Is there a flow indicator for out-of-the-hole conditions or can the flowline discharge be seen from the rig floor?
- 35. Does rig have a pump stroke counter for use in critical hole filling checks?
- 36. Is there a boll weevil plug available for testing BOP's?

37. Is a test joint and packer available for testing the top joints of casing?38. Are extra ring gaskets, bonnet sealing rings and BOP flange bolts on hand?39. If procedures required, is a kelly cock test sub on hand?

Testing and Maintenance

- 1. Is there available a step-by-step set of illustrations showing how to test all BOP items, including top casing joints, in a minimum number of steps?
- Are these steps followed after each nipple-up and at specified intervals thereafter? What intervals
- 3. Is a drawing available showing how to test the more critical items of BOP equipment and is this done after each approximate 48-hour drilling period or other specified interval? What Other intervals
- 4. Have the preventors been shopped in the past year?
- 5. On each trip are the ram-type BOP's operated and all kill and choke lines flushed?
- 6. Are valve handles attached?
- 7. Can all preventors be closed in 19 seconds or less with pumps off and with a remaining accumulator volume of 50 per cent of original at a pressure of 1200 psi?
- 8. Have wireline lubricators been tested to maximum expected pressure?
- 9. Are recommended closing pressures for Hydril on the drill pipe in use, known and used when the Hydril is tested?

PROCEDURES

 Is there a specified procedure for hole filling (number of stands) and is this done 4 - 5 times as often when drill collars are pulled? Does crew check for hole swabbing on the first few stands using a pump stroke counter?
 Is the crew instructed not to "cheat" on hole filling to be sure

H2S CHECKLIST FOR APD OR PLAN OF OPERATIONS

Items 1 - 4 to be shown on site layout diagram (part 9 of NTL-6 13-point checklist).

- 1. Two safety briefing areas at least 200' from wellhead and arranged so that at least one area will always be upwind of the well at all times.
- 2. Direction of prevailing winds.
- 3. Wind sock locations.

pipe pulls are dry?

- 4. A second emergency escape route from the location opposite from direction of prevailing wind.
- 5. Number, types and storage locations of H₂S respirators for all personnel. Maximum number of personnel to be expected at any one time.
- 6. H₂S detector locations (should at least include cellar and mud tanks at shale shakes). Type and location of audible, visual alarm to be used.
- 7. H₂S evacuation and emergency training procedures and frequency.
- 8. Area residents within a two-mile radius, and agencies, to be notified in an amergency.
- 9. Types and quantities of mud additives and scavengers to be available at location for H_2S operations.
- 10. Design features and operational procedures to be used to protect the drill string, casing, wellhead, BOP's, choke lines and manifold and other well-killing equipment in H₂S environments.

U.S.G.S. INSPECTION RECORD HYDROGEN SULFIDE OPERATIONS

- Are number and locations of safe briefings adequate?
- 2. Are footpaths to briefing areas marked, lighted and unobstructed?
- 3. Are H₂S safety instructions and contingency plan posted?
- 4. Are "no smoking" rules enforced?
- Is required personnel safety equipment available? (Protective breathing apparatus) (Resuscitator) (Portable H₂S detectors) (First-Aid Kit)
- 6. Have weekly H₂S drills been held and recorded on Drillers' log?
- 7. Is H₂S detection and monitoring equipment properly installed with sensing points at critical locations?
- 8. Is wind direction equipment installed?
- 9. Are danger signs and flags available?
- 10. Is kill line installed to safe area?
- 11. Is flare system installed and operable?
- 12. Is mud/gas separator installed and operable?
- 13. Are explosion-proof ventilation fans available for use?
- 14. Is pH of water base mud maintained at 10.0 or above?
- 15. Is mud system treated with H₂S neutralizing additive?

CHECKLIST FOR DRILLING OR WORKOVER IN H₂S ENVIRONMENT (pending approval of proposed NTL-10)

Items 1-4 to be shown on site layout diagram (part 9 of NTL-6 13-point checklist).

- 1. Two safety briefing areas at least 200 feet from wellhead and arranged so that at least one area will always be upwind of the well at all times.
- 2. Direction of prevailing winds.
- Wind sock locations. (Minimum of 2) (NTL-10, 11-A(4))
- 4. A second emergency escape route from the location. (Flagged trail minimum)
- 5. Number, types and storage locations of H_2S respirators for personnel and number of personnel to be expected at any one time.
- H₂S detector locations (should at least include cellar or bell nipple and mud tanks at shale shaker). Type and location of audible, visual alarm to be used. (NTL-10, 11-A(3))
- 7. H_2S evacuation and emergency training procedures and frequency. (NTL-10, 11-A-(1)(b))
- 8. Area residents within a two-mile radius, and agencies, to be notified in an emergency (contingency plan). (NTL-10, 1-D)
- 9. Types and quantities of mud additives and scavengers to be available at location for $\rm H_2S$ operations.
- 10. Design features and operational procedures to be used to protect the drill string, casing strings, wellhead, BOP's, choke lines and manifold and other well-killing equipment in H2S environments. (A certification by the operator on the APD that all equipment meets standards for H2S service is acceptable for compliance.
- 11. Appropriate warning signs and flags on all access roads to location. (NTL-10, 11(4))
- 12. Provision for blocking or monitoring access to location during critical operations.

- 13. Ventilation fan under rig floor.
- 14. In event of uncontrolled blowout, which local official has authority to ignite flow?
- 15. Swabbing or drillstem testing fluids containing H₂S should be through a separator to permit flaring of gas. Flare should have continuous pilot light to insure ignition of all such gas.

API RP 49
First Edition
September 1974
Reissued May 1975
Reissued August 1978

API RECOMMENDED PRACTICES FOR

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SAFE DRILLING OF WELLS CONTAINING HYDROGEN SULFIDE

OFFICIAL PUBLICATION

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DES US PATENT OFFICE

AMERICAN PETROLEUM INSTITUTE
Washington, D. C.

Issued by

AMERICAN PETROLEUM INSTITUTE

Production Department

211 North Ervay, Suite 1700

Dallas TX 75201

API RECOMMENDED PRACTICES FOR SAFE DRILLING OF WELLS CONTAINING HYDROGEN SULFIDE

TABLE OF CONTENTS

		P
Foreword		
Section 1:	Scope	
Section 2:	Introduction	
Section 3:	Hydrogen Sulfide Physical Properties and Toxicity	
Table I:	Toxicity of Various Gases	
Table II:	Physical Effects of Hydrogen Sulfide	
Section 4:	Locations	
	Locations With Unconfined Boundaries	
	Locations With Confined Boundaries	
Section 5:	Rig Equipment	
	Drill Pipe	
	Blowout Prevention Equipment	
Section 6:	Special Equipment	
	Flare Lines	
	Burn Pit and Flare Ignition	
Section 7:	Hydrogen Sulfide Detection	
Section 8:	Breathing Equipment	
Section 9:	Plans	
	Contingency	
Section 10:	Evacuation	
Section 11:	Training	
Section 12:	Conclusions	
	ILLUSTRATIONS	
Fig. 1:	Typical Drilling Equipment Layout-Unconfined Location	
Fig. 2:	Typical Drilling Equipment Layout-Confined Location	
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API RECOMMENDED PRACTICES FOR SAFE DRILLING OF WELLS CONTAINING HYDROGEN SULFIDE

FOREWORD

a. Initial efforts to develop a publication related to this overall subject were begun and advanced by a work group of the Production Safety Committee under API's Committee on Safety and Fire Protection. Because of the "non-divisional status" of the Committee on Safety and Fire Protection, a decision was reached to refer their draft material to the Production Department for further work and final approval as an official API publication.

b. This recommended practice was finalized by the

Subcommittee on Blowout Prevention Equipment Systems, the membership of which is listed on the preceding page. It is published under the sponsorship of the Executive Committee on Drilling and Production Practice of the American Petroleum Institute's Production Department.

c. This recommended practice prescribes safety recommendations and outlines safety guidelines and procedures developed within the petroleum industry for conducting inland or offshore drilling operations where hydrogen sulfide gas may be encountered.

SECTION 1

SCOPE

1.1 Drilling operations where hydrogen sulfide may be encountered should include provisions to use the safety guidelines outlined in this publication. These guidelines should be administered where there is a reasonable expectation that hydrogen sulfide gas bearing zones will be encountered that could potentially result in atmospheric concentration of 20 ppm or more of hydrogen sulfide. These are requirements for deep, high pressure wells located in or near a populated area.

1.2 Several factors, including but not limited to hydrogen sulfide content, potential surface pressure, potential flow characteristics, and geographical location, may dictate modifications or exceptions to the recommendations set forth herein. These safety recommendations have been developed, considering land locations with unconfined areal boundaries, to

safeguard personnel at the rig site and surrounding area and to minimize risk exposure to rig equipment. Recognizing that there are many locations with confined boundaries (such as locations found in marsh, marine, urban, and mountainous areas), attention should be given to safety recommendations resulting from these geographical limitations. Additicual safety guidelines for these confined locations are set forth under Section 4, "Location".

1.3 Recommended safety procedures on rank wild-cat drilling operations should be initiated immediately after setting of the intermediate casing string. On development wells or wells where knowledge of formation type allows good correlation, recommended safety procedures should begin well in advance of reaching a depth where hydrogen sulfide may be encountered.

SECTION 2

INTRODUCTION

2.1 The demand for hydrocarbons necessitates the drilling of deep, high pressure wells which may contain hydrogen sulfide. If hydrogen sulfide is encountered, the concentration of hydrogen sulfide involved may present hazards abnormal to routine drilling activities. Drilling operations involving high hydrogen sulfide concentrations present problems involving personnel and equipment which require special precautions by the petroleum industry due to the extremely acidic and toxic nature of hydrogen sulfide. Design of drilling equipment must include consideration of its possible exposure to hydrogen sulfide.

2.2 The petroleum industry, through experience and effort, has developed guidelines for safe drilling operations under conditions involving hydrogen suifide. However, continuous industry effort including meticulous planning, careful equipment selection and layout, development of detailed operating procedures and emergency procedures, provision of appropriate safety equipment, and intensive personnel training are necessary to ensure successful and safe operations. All effective countermeasures to emergencies imply some degree of prior planning. The effectiveness of emergency countermeasures is usually proportionate to the thoroughness and soundness of the planning effort.

SECTION 3

HYDROGEN SULFIDE PHYSICAL PROPERTIES AND TOXICITY

3.1 Hydrogen sulfide is extremely toxic. The acceptable ceiling concentration for eight-hour exposure is 20 ppm, which is .002% by volume. Hydrogen sulfide is heavier than air tspecific gravity = 1.1761 and colorless. It forms an explosive mixture with air between 4.3 and 46.0 percent by volume. Hydrogen

sulfide is almost as toxic as hydrogen cyanide and is between five and six times more toxic than carbon monoxide. Toxicity data for hydrogen sulfide and various other gases are compared in Table I. Physical effects at various hydrogen sulfide exposure levels are presented in Table II.

TABLE I TOXICITY OF VARIOUS GASES

		10000111	01 (71111)	-		
Common Name	Chemical Formula	Specific Gravity (SG) SG Air = 1	Threshold Limit	·	Hazardous ² Limit	Concentration 300 ppm
	HCN	0.940	10 ppm		150 ppm/hr	• • •
Hydrogen Cyanide			10 ppm ⁴		250 ppm/hr	600 ppm
Hydrogen Sulfide	H₃S	1.176	20 ppm ³			1000 ppm
	SO ₂	2.210	§ ppm			1000 ppm
Sulfur Dioxide			1 ppm		4 ppm/hr	1000 bb
Chlorine	- Cla	2.450	•		400 ppm/hr	1000 ppm
Carbon Monoxide	CO	0.970	50 ppm			10%
	CO ₂	1.520	5000 ppm		5%	
Carbon Dioxide	· · · · · · · · · · · · · · · · · · ·	• • • • • • • • • • • • • • • • • • • •	90,000 ppm	(9%)	Combustible	*****
Methane	CH4	0.550			above 5% in Air	
\$45 C 44100			11	shers m	ay be repeatedly exposed	day atter day "

¹Threshold Limit-concentration at which it is believed that all workers may be repeatedly exposed day after day without adverse effects.

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TABLE II PHYSICAL EFFECTS OF HYDROGEN SULFIDE.

		111101011-	• •
(Concentra	tion	-
percent (%)	ppm	grains/ 100 std. [j.3**	Physical Effects
	10	.63	Obvious and unpleasant odor.
0.001	10		Safe for 8 hours exposure.
0.002	20	1.26	Kills smell in 3 to 15 minutes; may sting eyes and throat.
= "	100	6,30	Kills smell in 3 to 15 minutes, may
0.01	100		the stings even and throat.
0.02	200	12.59	Kills smell shorty, committee; needs prompt artificial
0.02		31.49	Kills smell shortly; strings eyes and minutes; needs prompt artificial Dizziness; breathing ceases in a few minutes; needs prompt artificial
0.05	500		respiration.
		•	are annious quickly; death will result if not rescued prompting
0.07	700	44.08	Unconscious at once; followed by death within minutes.
0.01		62,98	Unconscious at once; followed by death within
0.10	1000	n2.00	Unconscious at once; inhouse of the series o

^{*}Caution: Hydrogen sulfide is a colorless and transparent gas and is flammable. It is heavier than air and may accumu-

SECTION 4 LOCATIONS

LOCATIONS WITH UNCONFINED BOUNDARIES

4.1 Drilling locations with unconfined boundaries are usually found on land where a typical rig layout can be planned as shown in Fig. 1. Such locations should be planned to obtain maximum safety benefits consistent with rig configurations, terrain, and prevailing winds. Rig components should be arranged on the location so the prevailing wind will blow across the rig toward the reserve pit(s).

4.2 The entrance to the location should be designed so that it can be barricaded if hydrogen sulfide emerkency conditions arise. An auxiliary exit for entrance) should be available so that in case of a catastrophe a shift in wind direction would not preclude escape from the location. Appropriate warning signs and flags should be placed at all location an-

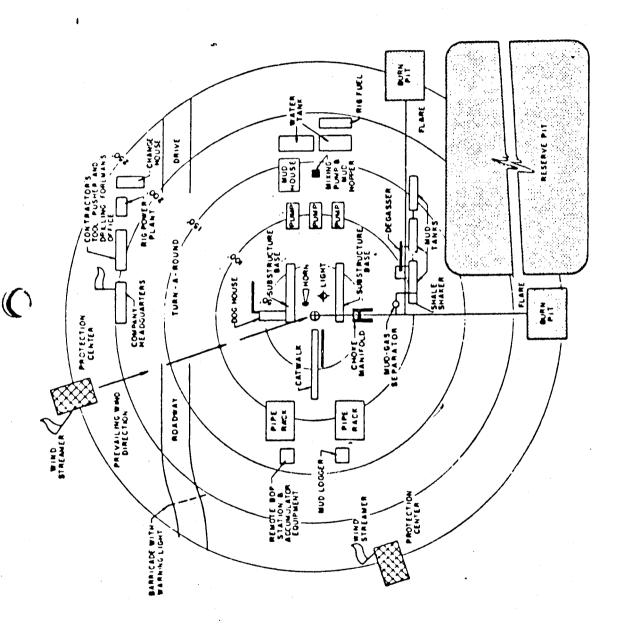
4.3 Prevailing wind data should be considered in trances. locating protection centers and briefing areas (sheds or trailers) on either side of the location 200 feet or more from the wellbore so they offset prevailing winds perpendicularly, or at a 45-degree angle if wind direction tends to shift in the area. Personnel protective equipment should be stored in both protection centers or if a movable trailer is used, it should be kept upwind of existing winds. When wind is from the prevailing direction, both protection centers should be accessible. If the wind is quartering, one center should always be accessible. If needed in a crisis, materials and protective equipment located in a downwind protection center may be moved up-

³Hazardous Limit-concentration that may cause death.

³Lethal Concentration-concentration that will cause death with short-term exposure. *Threshold Limit = 10 PPM-1972 ACGIH (American Conference of Governmental Industrial Hygienists).

Threshold Limit = 20 PPM-1966 ANSI acceptable ceiling concentration for eight-hour exposure (based on 40-hour week) is 20 PPM. OSHA Rules and Regulations (Federal Register, Volume 37, No. 202, Part II, dated October 18, 1972).

^{**}Based on 1% hydrogen sulfide * 629.77 grains/100 std. ft.3 at 14.696 psia and 59F, or 101.325 kPa and 15C.



TYPICAL DRILLING EQUIPMENT

LAYOUT—UNCONFINED LOCATION

wind after donning adequate protective equipment. An equipment trailer or other similar structure can be utilized as a third protection center under such emergency conditions. Upon recognition of an emergency situation, all personnel should assemble at the designated protection center for instructions.

- 4.4 All equipment should be located and spaced to take advantage of prevailing winds and to provide for good air movement (see Fig. 1). Eliminate as many sources of potential gas accumulation as posaible in this manner.
- 4.5 A windsock should be installed on top of the derrick and at least three sets of wind streamers on atreamer poles should be displayed, one set at the location entrance and one set at each of the location protection centers. Personnel should develop wind direction consciousness. Personnel should cultivate the habit of quickly moving upwind in the event of any emergency involving release of gas.
- 4.6 Large blowers or fans (bug blowers) should be used to direct vapors in the desired direction as protection against calm or extremely light winds. Use of such blower ventilation equipment should be considered on the rig floor, around the derrick substructure, at the shale shaker, and at any other points where hydrogen sulfide might accumulate and need to be dispersed.
- 4.7 The mud logging trailer should be located away from the shale shaker mud tank and a minimum of 125 feet from the wellbore.
- 4.8 Shale shaker mud tanks should be located so as to minimize the danger from any gas that breaks out of the drilling fluid.
- 4.9 Electric power plant(s) should be located as far from the wellbore as practical so that it may be used under conditions where it otherwise would have to be shut down. All electric wiring, devices, and lights should conform to the National Electrical Code according to the classified area surrounding drilling rigs as set out in API RP 500B°. The drilling location should be adequately lighted at night. Consideration should be given to having available an emergency lighting system such as a battery pack floodingth.
- 4.10 Burn pits should be located at 90 degrees to each other to allow reduction of inherent hazards by changing from one pit to the other if the wind direction changes. Adequate space should be cleared of brush and grass around flares and burn pits to prevent hires.
- 4.11 Appropriate "No Smoking" signs should be exhibited at strategic points around the rig site. Smoking should not be permitted in specific areas adjacent to the wellbore, rig floor, and mud pits.
- 4.12 If the drilling location is fairly remote and several hours from available help and additional safety equipment or supplies, planning considerations

should be given to additional contingency items such as extra bottled breathing air or a high pressure compressor for recharging breathing air bottles, a 24-hour communication center, and additional first-aid supplies.

LOCATIONS WITH CONFINED BOUNDARIES

- 4.13 Drilling locations with confined boundaries are usually found in marsh, marine, urban, or mountainous areas. A typical rig layout for such confined drilling locations is illustrated in Fig. 2. A number of special considerations should be given these type locations due to their geographical limitations.
- 4.14 The location entrance should be designed so that it can be barricaded if hydrogen sulfide emergency conditions arise. An auxiliary exit (or entrance) should be available so that in case of a catastrophe, a shift in wind direction would not preclude escape from the location.
- 4.15 Protection centers and briefing areas for confined locations should be located on each side of the location as far from the wellbore as is practical. When wind is from the prevailing direction, both protection centers should be accessible. On marine locations, the heliport deck and the bow or stern of the drilling vessel should be considered for locating protection centers. Upon recognition of an emergency situation, all personnel should assemble at the designated protection center for instruction.
- 4.16 Warning signs, warning flags (or balls), windsocks, and wind streamers should be displayed so as to be visible from as many points as practical on the ground, maindeck, rig floor, boats, or helicopters. Possible locations for these items are the derrick, hilltop, mast, heliport, and bow or stern of the drilling vessel.
- 4.17 In many instances, the location of the shale shaker, mud tanks, and mud logging trailer will be permanently fixed in close proximity to the wellbore. Adequate hazard warning signs should be posted in these areas and alternate personnel escape routes should be planned in the location layout. Additional mechanical blowers (fans) placed in these locations can help to reduce the risk exposure.
- 4.18 Flare lines should be as long as possible, commonsurate with the location geographical limitations. One flare line should be installed perpendicular to the prevailing wind direction and another flare line should be installed parallel to the prevailing wind direction, if practical. An exception to this might be on a "ship-shape" floating drilling vessel where flare lines installed to the bow and stern of the ship would be the best arrangement. Flare lines should be secured with chains and boomers or other suitable means if ground staking is not possible.
- 4.19 If the drilling location is fairly remote and several hours from available help and additional safety equipment or supplies, planning considerations should be given to additional contingency items such as extra bottled breathing air or a high pressure compressor for recharging breathing air bottles, a 24-hour communication center, and additional first-aid supplies.

SECTION 5

RIG EQUIPMENT

DRHLL PIPE

5.4 Steel drill pipe for use in a hydrogen sulfide environment should be constructed of material having a yield strength of 95,000 psi or less, because of the potential material embrittlement problems. Drill stem joints near the top of the drill string are nor-

^{*}API RP 500B, API Recommended Practice for Classification of Arras pro Electrical Installations at Dielling Rays and Production Facilities on Land and on Marriae Fixed and Mobile Patherns, Second Edition, July 1973, is available from API Production Department, 211 North Ervay, Suite 1700, Dallas TX 75201.

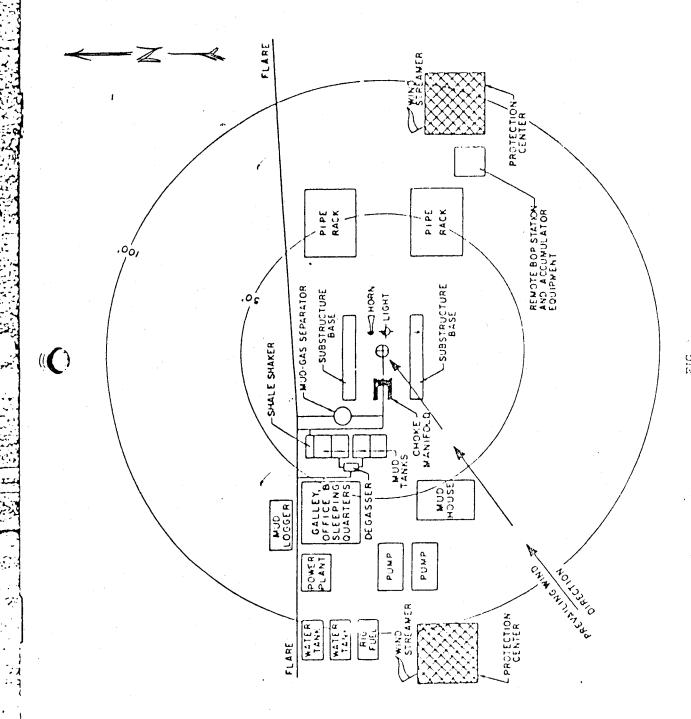


FIG. 2 TYPICAL DRILLING EQUIPMENT LANGUT—CONTINID LOCATION

mally under the highest stress levels during drilling operations and do not have the protection of elevated downhole temperatures. These factors should be considered in the overall selection and design of the drill string to be used in a hydrogen sulfide environment. Drill collars normally operate at an elevated downhole temperature Due to the elevated temperature and with all other factors being equal, drill collars are not as susceptible to embrittlement if exposed to a hydrogen sulfide environment.

BLOWOUT PREVENTION EQUIPMENT

5.2 Blowout preventers should meet or exceed the recommendations for hydrogen sulfide service as set forth in the latest edition of API RP 5.3°. Manufacturer certification of the blowout preventer equipment for

*API RP 53 Recommended Practices for Blussial Precention Equipment Systems. First Edition. February 1976, is available from API Production Department, 211 North Ervay, Suite 1700, Dallas TX 75201.

hydrogen sulfide service is desirable. On extremely hazardous wells, a special auxiliary kill line 212 or more in diameter should be installed in the direction of the prevailing wind. This kill line should terminate at a suitable location to allow setting up pump trucks, mud tanks, and bulk barite tanks.

- 5.3 The closing unit should be located a safe distance from the wellbore and positioned for maximum utilization based on the prevailing wind direction. Auxiliary closing unit controls should be provided so they can be activated if the primary controls are not accessible. Auxiliary power source(s) for the closing unit pumps should be provided in case normaling power and/or air are lost.
- 5.4 Refer to the latest edition of API RP 5.1° for recommendations covering installation and use of the choke manifold, kill line, remote kill line, kelly cock, lower kelly valve, safety valves, and inside blowout preventer for hydrogen aulfide service.

SECTION 6 SPECIAL EQUIPMENT

FLARE LINES

6.1 A degasser should be installed for separating gas from the drilling fluid between the first and second mud tanks. Flare lines should be installed from the degasser, choke manifold, and mud/gas separator to the burn pits. Flare lines should be of such diameter to allow easy, nonrestricted flow of gas containing hydrogen sulfide. Flare lines should be as long as practical (150 ft. minimum) with one flare line installed parallel to and the other flare line installed perpendicular to the prevailing wind direction. These lines should be targeted with running tees and securely staked. Upon installation, flare

lines should be tested with air, natural gas, or butane to assure proper operation.

BURN PIT AND FLARE IGNITION

6.2 A suitable method should be provided for igniting gas containing hydrogen sulfide at the burn pit or flare. This can be accomplished through use of either an automatic ignition system including a source of pilot gas or by installing the system in such a manner to allow gas ignition through use of flare guns, roman candles, etc. A combustible gas indicator should be provided for identifying the presence of combustible gas mixtures.

SECTION 7 HYDROGEN SULFIDE DETECTION

7.1 An automatic hydrogen sulfide monitor should be installed with a combination visual and audible alarm system located where it can be seen and/or heard throughout the drilling location. This system should have the capability of being activated from several points. Additional hydrogen sulfide monitors may be desirable.

7.2 The automatic hydrogen sulfide monitor should have a probe at the shale shaker and a probe should be positioned on the bell nipple. The automatic monitor should be set to trigger the drilling location

visual/audible alarms when the hydrogen sulfide concentration in the atmosphere reaches 20 ppm.

7.3 In addition to the automatic hydrogen sulfide detection equipment, several hand-operated, bellows-type hydrogen sulfide detectors should be available with a supply of detector tubes.

7.4 A sulfur dioxide detector should be available for checking the sulfur dioxide level in the flare area when gas containing hydrogen sulfide is being burned.

SECTION 8 BREATHING EQUIPMENT

- 8.1 Masks which are designed to merely neutralize toxic gas do not provide the necessary protection and should never be used in drilling operations ichen a hydrogen sulpide environment may be encountered.
- 8.2 Self-contained breathing equipment is recoinmended for use in drilling operations involving a hydrogen sulfide environment. Two basic types of selfcontained breathing apparatus are available and widely used in industry drilling operations.
 - a. Pressure-demand, fresh-air breathing equipnient provides protection in any atmospheric concentration of hydrogen sulfide. This equipment has an alarm that signals when the

- breathing air supply is getting low, and can be serviced with a reserve air bottle.
- b. Chemical units are available which convert exhaled breath into oxygen. These units are relatively light and can be used with a minimum of restriction to the wearer. An alarm system is incorporated which signals when the chemical supply is getting low, and replaceable chemical canisters are available for servicing the units.

8.3 Combination pressure-demand, air-line breathing equipment, with auxiliary self-contained air supply for emergency excess, is acceptable for use in drilling operations involving a hydrogen sulfide environment.

8.4 Masks should be stored in the location protection centers (sheds or trailers) and in other storage facilities located strategically around the operation, so that no person in normal work routine is more than "one breath away" from a mask. Appropriate racks should be available in the protection centers or other storage facilities for hanging masks. Every person working in the area (including geologist, mud engineer, service personnel, etc.) should be required

to wear air breathing equipment during critical or emergency periods.

8.5 During well killing or other rig operation(s) requiring certain personnel to remain in a toxic environment, a back-up air manifold pressure-demand, fresh-air breathing system may be employed with connection points at the necessary locations.

8.6 Resuscitators with spare oxygen bottle should be provided at each location center or trailer.

SECTION 9

PLANS

9.1 All zones known to contain or suspected of containing hydrogen sulfide should be noted on the well prognosis and/or work plan.

9.2 Hydrogen sulfide is highly corrosive to steel; and, at high stress levels extreme metal embrittlement may occur in a very short time. All tubular goods, wellhead equipment, and other drilling related equipment which may be exposed to a hydrogen sulfide environment during the course of operations should be selected considering metallurgical properties which will reduce the chance of failure from hydrogen sulfide embrittlement.

9.3 To minimize intrusion of hydrogen sulfide bearing gas into the wellbore, drilling fluid density (weight) should be controlled at a level to prevent gas intrusion so that the only hydrogen sulfide entering the borehole will be from the drilled cuttings. Caution: Excessive drilling fluid density can result in loss of circulation.

9.4 Well planning should include consideration of use of a hydrogen sulfide scavenger in the drilling fluid system to reduce the reaction of the hydrogen sulfide on the drill string, pump fluid ends, chokes, and piping. Scavengers also reduce the amount of hydrogen sulfide reaching the surface. Hydrogen sulfide scavengers may be added as required to maintain a concentration in the drilling fluid sufficient to react with all hydrogen sulfide entering the drilling fluid.

9.5 The pH of the drilling fluid should be maintained above 9.5 at all times. Some cases, this may require a pH of approximate, 11.5 to prevent a reduction in pH below 9.5 while round tripping the drill string.

9.6 Plans for drill stem testing operations should include consideration of the aforementioned points as well as information presented in API RP 7G°, Section 8. Adherence to these considerations will severely limit conventional drill stem testing of deep, high pressure zones containing hydrogen sulhde.

9.7 If the overall well prognosis and/or work plan will permit, use of an oil base drilling fluids system will reduce the risk of metal embrittlement during drilling operations.

CONTINGENCY

9.8 A listing of emergency telephone numbers and radio contact procedure instructions should be prepared and maintained, considering the need to contact all or any portion of the following:

- a. ambulances,
- b. hospitals.
- c. doctors,
- d. helicopter service,

*APTRP 2G APTRocommended Practice for Healt Steachs sopraid typerating Lengts is available from APT Production Department, 211 North Ervay, Suite 1700, Dallas 1X, 75201.

e. veterinarians,

f. state highway patrol, g. county (parish) sheriff,

h. city police (if near a city or town),

state civil defense agency,

j. state national guard,
 k. state air and water conservation agency.

These telephone numbers and methods for proper contact and/or notification to obtain immediate help or assistance should be prominently displayed at strategic points on the drilling location. It may prove desirable to contact some of the aforementioned services or agencies and explain the detailed circumstances under which their assistance may be needed and why a quick response would be necessary. Trial runs by ambulance services and/or helicopter services may be desirable, with instructions requiring attendants to be familiar with proper first-aid treatment for personnel who have been exposed to hydrogen sulfide.

9.9 A clear plastic container with a listing of current emergency telephone numbers and a map of the local area with all residential areas clearly marked should be located at both drilling location headquarters (operating company and drilling contractor) and in each location protection center or trailer.

9.10 Detailed operating conditions should be defined and posted for all personnel. Emergency procedures and duties should be clearly defined, including responsibilities of all applicable supervisory personnel.

9.11 Detailed step-by-step remedial procedures should be developed and posted to cover two emergency occasions:

a. when a well control problem occurs while making a trip.

b. when a well control problem occurs while drill-

9.12 Established practices for installation of, testing, and maintaining blowout preventers should be followed. Regular scheduled and unscheduled drilling crew well control drills should be held.

9.13 If gas cutting of drilling fluid is encountered, blowout preventers should be closed while maintaining drilling fluid circulation through the choke lines to the mud-gas separator. The mud-gas separator should be connected into the flare line system. Normally, after circulating for a few hours the gas will decrease so the blowout preventers can be opened and normal drilling operations resumed without use of the choke system. The degasser should be used until the drilling fluid is free of entrained gas.

9.14 Personnel should put on applicable protective equipment when the hydrogen sulfide concentration in the atmosphere reaches or exceeds 20 ppm. After circulating out all gas cut returns, the shall shaker area should be periodically checked with gen

9.15 Nonessential personnel should be prohibited from remaining in or entering contaminated areas where the hydrogen sulfide concentration in the atmosphere exceeds 20 ppm. Exposure to hydrogen sulfide contamination should be reduced by shutting down air conditioning, heating, or ventilation systems which service enclosures for personnel.

9.16 "Gas discipline" rules should be adhered to. When the "masks on" requirement exists, there are no exceptions.

9.17 When coming out of the hole with a core barrel under suspected hydrogen sulfide conditions, the drilling crew should wear protective equipment while pulling the last twenty stands or at any time hydrogen sulfide reaches the surface. "Maska on" should be continued while opening the core barrel and examining the core.

9.18 Ignition of the well should be a last resort when human life and property are endangered and there is no hope of controlling the well blowout. If

the well is ignited, the burning hydrogen sulfide will produce sulfur dioxide which is also highly toxic.

9.19 For functional and sanitary reasons, masks should be washed and sterilized in accordance with manufacturers' recommendations.

9.20 One wind velocity and wind direction weather station should be installed.

9.21 Approved wall type first aid kits with standard contents fill should be provided at each of the protection centers or trailers with a spare fill. Kit contents should be periodically inventoried and missing items replaced.

9.22 A minimum of five 30-pound dry chemical fire extinguishers should be strategically located around the drilling location.

9.23 Two rolls (500-foot total length) of 400-pound test, soft, hre-resistant rope should be provided for use as safety lines.

9.24 A rigid, body-fitting type litter should be provided in a location readily accessible to the work area.

9.25 A slide or other means for quick and safe escape of rig personnel from the rig floor to the ground or surface of the water should be provided.

SECTION 10

EVACUATION

10.1 The area within a two-mile radius of the well location should be checked out using a contour map. Due to high pressure dispersion, except on a dead calm day with a tremendous release of heavily concentrated vapors, the probability of lethal concentration of hydrogen sulfide beyond a one-mile radius is unlikely. Prevailing wind direction should be noted on the contour map. A thorough physical reconnaisance of the area should be made and the map noted to show the locations of house suchools, barns, pens, roads, animals, and anything the cause people to be present who might need to be warned and/or evacuated in a crisis situation.

10.2 All houses shown on the contour map should be assigned a number and a listing compiled of the names of all residents of each house. An emergency reference record should be prepared containing the n-me(s) of persons residing in the area, telephone number contacts, and the map house number in which they reside. The possibility of alerting in advance all persons within the danger zone should be considered prior to entering the potential hydrogen sulfide bearing zone.

10.3 The contour map should be constructed to show one-half mile radius, one-mile radius, and two-mile radius from the drilling well location. A transparent sheet of plastic can be used to make an overlay showing wind direction and a 45-degree fallout zone that can be rotated on the map to fit existing wind direction. In an emergency, this procedure can be used to select the high priority areas and individuals to be warned and/or evacuated and to organize the warning and evacuation programs.

SECTION 11

TRAINING

11.1 Every person who will be at the location in any capacity should be familiar with requirements of the emergency procedures and should participate in the training program. This includes operating company personnel, rig personnel, and service company personnel. Personnel training should start in regular safety meetings as soon as possible after the drilling routine is established and should be appropriately intensified as the operation progresses.

11.2 Minimum personnel training should provide coverage of the following points or programs:

- Detailed explanation of the seriousness of encountering hydrogen sulfide in drilling operations
- b. Explanation of rig layout details, prevailing winds, importance of adequate ventilation, use of mechanical blowers (fans), utilization of windsock and wind streamers, personnel move-

- ment in an upwind direction, and evacuation routes.
- c. Personnel drills with breathing equipment. These drills should be initiated by actuating the hydrogen sulfide alarm. All personnel should proceed to the designated briefing area in accordance with the emergency procedures, don breathing equipment, and await instructions. They should then perform a short period of rig work routine in the breathing equipment.
- d. Use, care, and servicing of:
 - 1) Protective breathing equipment (self-contained breathing apparatus, emergency escape air bottles, hose line, etc.). Respirators should be stored in a convenient, clean, and sanitary location and a record kept of important dates and findings on all treathing equipment maintained for emergency

use. Respirators not routinely used but that are kept ready for emergency use should be inspected after each use or at least once a month, whichever comes sooner, to assure they are in satisfactory working condition.

- 2) Portable hydrogen sulfide detection instru-
- 3) Sulfur dioxide detection instrument(s).
- 4) Combustible gas indicator.
- 5) Resuscitation equipment.
- 6) Portable fire extinguishers.
- 7) Emergency-alarm system.
- e. Mouth-to-mouth resuscitation and the following first aid procedure points should a person be overcome by hydrogen sulfide:
 - Wear breathing equipment if rescuing a person in an area suspected to be contaminated by hydrogen sulfide.
 - 2) Person(s) overcome by hydrogen sulfide should be immediately moved to a spot where uncontaminated air is available. If the person is not breathing, mouth-to-mouth resuscitation should be administered as soon as possible.
 - At the first opportunity, replace mouth-tomouth resuscitation efforts with the resuscitator equipment.
 - Continue to administer oxygen when the person begins breathing.
 - 5) Treat patient for shock.
 - 6) Contact ambulance and doctor.
- f. Understanding that appropriate tests should be made before persons enter areas suspected of being contaminated by hydrogen sulfide. These tests should be made after personnel have donned self-contained breathing equipment.
- g. Develop personnel practice of watching out for each other when emergency conditions exist. Where possible, work should be performed in pairs. When a hydrogen sulfide emergency exists, personnel should use the "buddy system" to prevent anyone from entering a contaminated area alone.
- h. Explanation to personnel that they should never enter an enclosed place where hydrogen

sulfide may have accumulated without wearing protective breathing equipment. If the worker is over an arm's length away, a life belt and life line should be secured to him and the other end held by a responsible person stationed in a clear area. After being in an enclosed area containing hydrogen sulfide, persons should not remove breathing equipment until tests indicate that the air is safe to breathe.

- i. Explanation of the effects of hydrogen sulfide on metal. Hydrogen sulfide dissolves in water to form a weak acid that can cause some pitting, particularly in the presence of oxygen and/or carbon dioxide. However, the most significant action of hydrogen sulfide is its contribution to a form of hydrogen embrittlement known as sulfide stress cracking. Sulfide stress cracking is a result of metals being subjected to high stress levels in a corrosive environment where hydrogen sulfide is present. The metal will often fail catastrophically in a brittle manner. Sulfide stress cracking of steel is dependent upon and determined by:
 - 1) Strength (hardness) of the steel—the higher the strength the greater the susceptibility to sulfide stress cracking. Steels having yield strengths up to 95,000 psi and hardnesses up to R. 22 are generally resistant to sulfide stress cracking. These limitations can be extended slightly higher for properly quenched and tempered materials.
 - Total member stress (load)—the higher the stress level (load) the greater the susceptibility to sulfide stress cracking.
 - Corrosive environment—corrosive reactions, acids, bacterial action, thermal degradation, or low pH fluid environment.
- j. In the event of sudden gas release with no advance warning, personnel should be instructed to take the following general actions:
 - 1) Hold breath (do not breathe).
 - 2) Put on protective breathing equipment.
 - 3) Help any person(s) in distress
 - 4) Proceed to the designated briefing area and secure instructions from supervisor.
 - 5) Do not panic.

SECTION 12

CONCLUSIONS

12.1 Information outlined in this recommended practice is for guidance toward a prudent, safe operation. The illustrations (Fig. 1 and Fig. 2) represent suggested equipment and typical layouts and are not intended to limit any operating company or

drilling contractor to these particular installations.

12.2 To accomplish the intended purpose of this publication, information presented herein should be rigidly adhered to by all persons at the location.

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⁴M - Johnston - 2 24

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APPENDIX I

Safety Equiptment

Safety trailer with eight 380 cu. ft. cylinder Cascade Air Supply System , 1500 ft. low pressure air line w/ quick connects

- 3 Low pressure manifolds
- 8 Workline units
- 7 Thirty-minute S. C. B. A.
- @ Wind socks
- 1 First-aid kit
- l Oxygen resuscitator
- 1 Gas detector (pump style)
- 1 Four channel electronic H_2S monitor
- 2 Briefing Area sign
- 1 Thirty pound fire extinguisher
- 1 Eye wash station
- 1 Fire blanket
- 1 Stretcher
- 2 250 ft. lengths of rope w/ harnesses



APPENDIX 2

LIST OF RESIDENCES WITHIN A TWO MILE RADIUS.

NONE



APPENDIX # 3

Company & Contract Personnel

Holden Energy Corp. Suite 600 Lincoln Center Ardmore; Olkhoma 73401

office 405-226-3960

Company Man

MR. Ken Allen

office 801-722-5084 residence 801-722-9966

Mobile 646-4123

Drilling Company

unkown

Safety Company Bell Safety MR. David Frederick

Bell Answering Service

office 303-675-5274 residence 303-675-8606 303-675-2622

OF HYDROGEN SULFIDE H2S

- 1. Extremely toxic (almost as toxic as Hydrogen Cyanide and 5 to 6 times more toxic than Carbon Monoxide).
- 2. Colorless.
- 3. Offensive odor, often described as that of rotten eggs.
- 4. Heavier than air-specific gravity 1.189 (Air = 1.000 @ 60 F.).

 Vapors may travel considerable distance to a source of ignition and flash back.
- 5. Forms an explosive mixture with a concentration between 4.3 and 46 percent by volume with auto-ignition occurring at 500 F.
- 6. Burns with a blue flame and produces Sulfur Dioxide (SO2), which is less toxic than Hydrogen Sulfide but very irritating to eyes and lungs and causes serious injury.
- 7. Soluble in both water and liquid hydrocarbons.
- 8. Produces irritation to eyes, throat and respiratory system.
- 9. Threshold Limit Valve (TLV) Maximum of eight hours exposure.
- 10. Corrosive to all electrochemical series metals.
- 11. Boiling Point (-79 F).
- 12. Melting Point (-177 F).

PHYSICAL EFFECTS OF HYDROGEN SULFIDE POISONING

THE PRINCIPAL HAZARD IS DEATH BY INHALATION. When the amount of gas absorbed into the blood stream exceeds that which is readily oxidized, systemic poisoning results, with a general action on the nervous system. Labored respiration occurs shortly, and respiratory paralysis may follow immediately at concentrations of 700 ppm and above. This condition may be reached almost without warning as the originally detected odor of Hydrogen Sulfide may have disappeared due to olfactory paralysis. Death then occurs from asphyxiation unless the exposed person is removed immediately to fresh air and breathing stimulated by artificial respiration. Other levels of exposure may cause the following symptoms individually or in combinations:

- a. Headache
- b. Dizziness
- c. Excitement
- d. Nausea or gastro-intestinal disturbances
- e. Dryness and sensation of pain in nose, throat and chest
- f. Coughing
- g. Drowsiness

All personnel should be alerted to the fact that detection of Hydrogen Sulfide solely by smell is highly dangerous as the sense of smell is rapidly paralyzed by the gas.

TREATMENT FOR HYDROGEN SULFIDE POISONING

INHALATION

As Hydrogen Sulfide in the blood oxidizes rapidly, symptoms of acute poisoning pass off when inhalation of the gas ceases. It is important, therefore to get the viccim of poisoning to fresh air as quickly as possible. He should be kept at rest and chilling should be prevented. If respiration is slow, labored, or impaired, artificial respiration may be necessary. Host persons overcome by Hydrogen Sulfide may be revived if artificial respiration is applied before the heart action ceases. Victims of poisoning should be under the care of a physician as soon as possible. Irritation due to subacute poisoning may lead to serious complications such as pneumonia. Under those conditions, treatment by the physician necessarily would be symptomatic. The patient should be kept in fresh air, and hygienic conditions should be watched carefully.

CONTACT WITH EYES

Eye contact with liquid and/or gas containing Hydrogen Sulfide will cause painful irritation (conjunctivitis). Keep patient in a darkened room apply ice compresses to eyes, put ice on forehead, and send for a physician. Eye irritation caused by exposure to Hydrogen Sulfide requires treatment by a physician, preferably an eye specialist. The progress to recovery in these cases is usually good.

CONTACT WITH SKIN

Skin absorption is very low. Skin discoloration is possible after contact with liquids containing Hydrogen Sulfide. If such skin contact is suspected, the area should be thoroughly washed.

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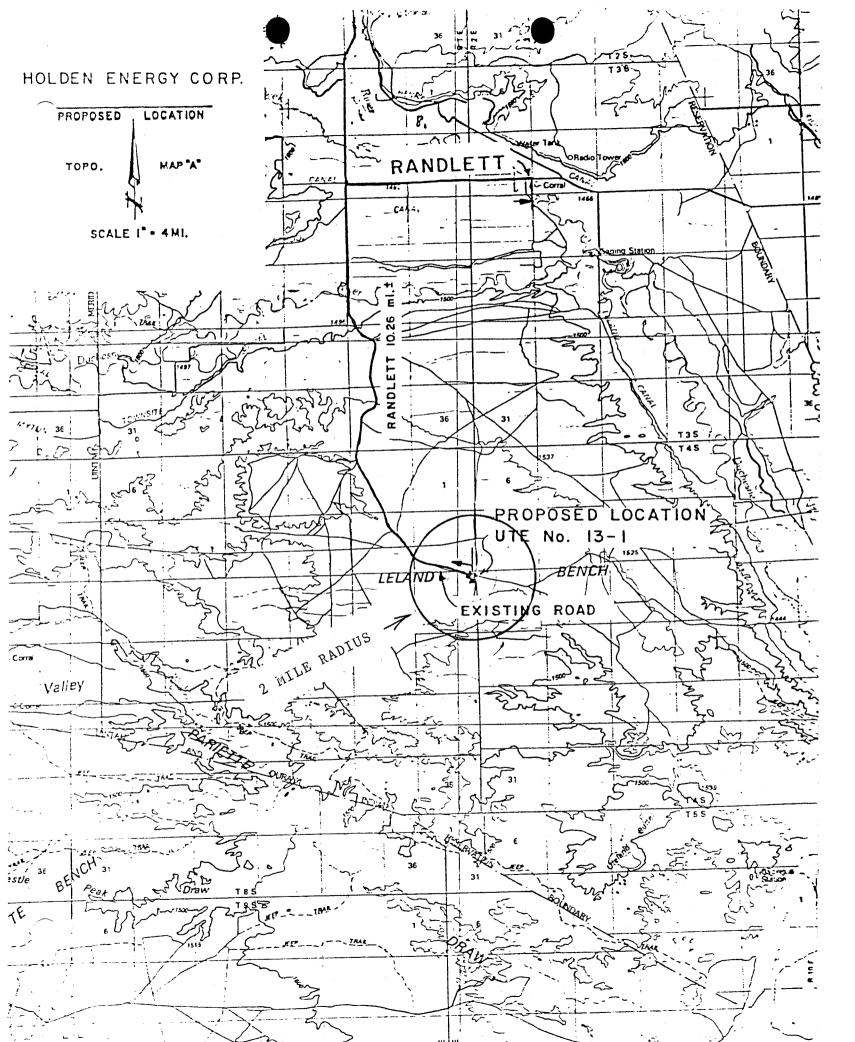
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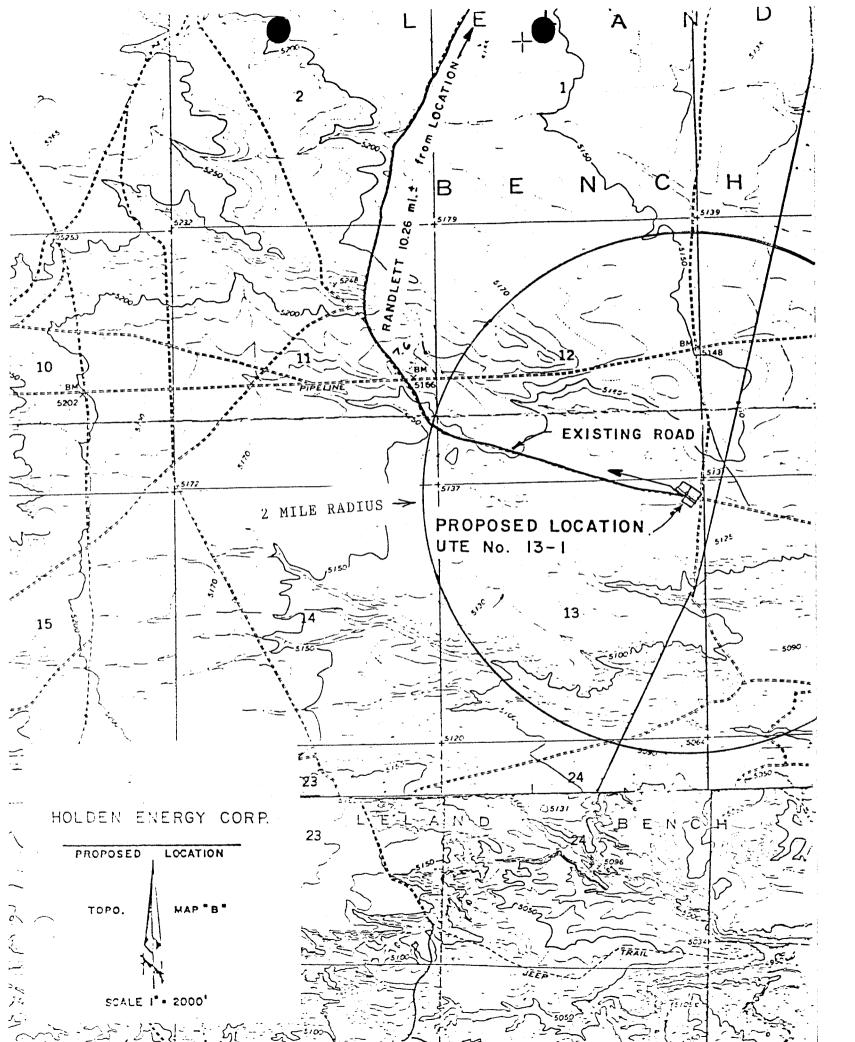
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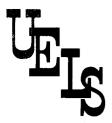
Center of Pile of Hocks UTE # 13-1 Ungraded Ground Elev 5131' S 89° 55' W 80.26

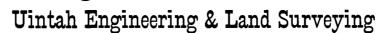
. Located Section Corners

Stone Set in









85 SOUTH 200 EAST • P.O. BOX 1758 VERNAL, UTAH 84078

PHONE (801) 789-1017

NELSON J. MARSHALL PHONE 789-0272

LAWRENCE C. KAY PHONE 789-1125

ROBERT L. KAY PHONE 789-0493

JOHN R. SLAUGH PHONE 789-3292

July 19, 1988

Division of Oil, Gas and Mining 355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203

Attn: Lisha Romero

Holden Energy Corporation Well Location: Ute No. 13-1 located in the NE 1/4 NE 1/4 Section 13, T4S, R1E, U.S.B.& M.

Dear Ms. Romero:

Mr. Rick Orr with Holden Energy Corporation has requested that I apply for an exception to the spacing rule on this well. The as staked well is 330 feet from the North line and 330 feet from the east line.

The reason for this request is that Holden Energy's geologist wanted the location to be kept as far north and east in Section 13 as possible.

Sincerely,

Lawrence C. Kay

Holden Energy Representative

LCK/ch

Holden Energy Corporation File copy

Holden Energy controls

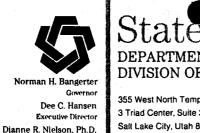
a 460' radius around

the well Jocation as

per Lawrence Kay

7-19-88. (Consultant)

OPERATOR Holden Energy Corp. DATE 7-18-88	
WELL NAME Life 13-1	
SEC NENE 13 T 4S R 1E COUNTY Winteh	
43-047-31846 API NUMBER Type OF LEASE	
CHECK OFF:	
PLAT BOND NEAREST WELL	
LEASE FIELD POTASH O	R E
PROCESSING COMMENTS:	
No other well within 920' Need water permit (OF)	
11/1/1/1/1/1/1/1/1/1/1/1/1/1/1/1/1/1/1/1	
CONFIDENTIAL	
<u> </u>	
APPROVAL LETTER:	
SPACING: R615-2-3 UNIT	
CAUSE NO. & DATE	
STIPULATIONS:	
1- Water Permit (A8908 / +88-43-8)	
- Water Termet (110100) 100 130	



Division Director

State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 801-538-5340

August 1, 1988

Holden Energy Corporation Lincoln Center, Suite 600 Ardmore, Oklahoma 73401

Gentlemen:

Re: Ute 13-1 - NE NE Sec. 13, T. 4S, R. 1E - Uintah County, Utah 330' FNL, 330 FEL

Approval to drill the referenced well is hereby granted in accordance with Rule R6I5-3-3. Oil and Gas Conservation General Rules.

In addition, the following actions are necessary to fully comply with this approval:

- 1. Spudding notification within 24 hours after drilling operations commence.
- 2. Submittal of an Entity Action Form within five working days following spudding and whenever a change in operations or interests necessitates an entity status change.
- 3. Submittal of the Report of Water Encountered During Drilling, Form OGC-8-X.
- Prompt notification if it is necessary to plug and abandon the well. Notify John R. 4. Baza, Petroleum Engineer, (Office) (801) 538-5340, (Home) 298-7695, or Jim Thompson, Lead Inspector, (Home) 298-9318.
- Compliance with the requirements of Rule R6I5-3-22, Gas Flaring or Venting, Oil 5. and Gas Conservation General Rules.
- 6. Prior to commencement of the proposed drilling operations, plans for facilities for disposal of sanitary wastes at the drill site shall be submitted to the local health department. These drilling operations and any subsequent well operations must be conducted in accordance with applicable state and local health department regulations. A list of local health departments and copies of applicable regulations are available from the Division of Environmental Health, Bureau of General Sanitation, telephone (80I) 538-6121.

Page 2 Holden Energy Corporation Ute 13-1 August 1, 1988

7. This approval shall expire one (1) year after date of issuance unless substantial and continuous operation is underway or an application for an extension is made prior to the approval expiration date.

The API number assigned to this well is 43-047-31846.

Sincerely,

Associate Director, Oil & Gas

ir Facili

Enclosures

cc: Branch of Fluid Minerals

D. R. Nielson

8159T

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SUBMIT DE TRECATE. (Other instructions on

Form approved.
Budget Bureau No. 1004-0136

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NOTICE OF APPROVAL

CONDITIONS OF APPROVAL ATTACHED TO OPERATOR'S COPY

*See Instructions On Reverse Side

"See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or assency of the

STATE OF UTAH DIVISION OF OIL, GAS AND MINING DRILLING AND WELL PLUGGING INSPECTION FORM



COMPANY: Holden Energy	COMP	ANY MAN: Ken Allen
WELL NAME: Ute 13-1	API	#: 43-047-31846
QTR/QTR: NENE SECTION	: <u>13</u> TWP:	4 South RANGE: 1 East
CONTRACTOR:	PUSHI	ER/DRLR:
INSPECTOR: Carol Kubly	DATE: 3/30/89 OPER	ATIONS: POW
SPUD DATE: 8/10/88	TOTAL	DEPTH:
DRILLING AND COMPLETIONS		
N APD Y	_WELL SIGN _N	BOPE v RESERVE PIT
N FLARE PIT N	BURN PIT N	H2S N BLOOIE LINE
N SANITATION Y	_HOUSEKEEPING N	VENTED/FLARED
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PERFORATIONS:		
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PLUGS TESTED:	HOW:	WOC:
MARKER:	SURFACE:	PLATE:
RECLAMATION:		
CONTOURED:	RIPPED:	REHAB'D:
LEGEND: (Y)-YES (P)-PROB	LEM (U)-UNKNOWN	(BLANK)-NOT APPLICABLE
REMARKS:Location, well head	d, pump jack, prop	ane tank, production battery, rese
reserve pit. POW - reserve	pit fenced on 4 s	ides, plastic lined and 1/3 full o
drilling fluids. No well co	ompletion report h	as been received. I just
stopped by to see what the s	status was. Contac	t Holden for WCR

COCHRANE RESOURCES, INC.

Engineering Wellsite Supervision Lease Operating

P.O. Box 1656 Roosevelt, Utah 84066 Phone (801) 722-5081

August 11, 1988



DIVISION OF OIL, GAS & MINING

Bureau of Land Management Vernal District Office 170 South 500 East Vernal, Utah 84078

Holden Energy Corporation

Ute Tribal 13-1 Sec 13, T4S, R1E

Lease # 14-20-H62-4376 43-047-3/846

Dear Sir:

This Letter is to advise you that the subject well was spudded at 3:00 pm, August 10, 1988. A 13 3/8" hole was drilled to 369' and 369' of 10 3/4", 40.5 lb. casing was run. Casing was cemented to surface.

Yours truly,

Mallen

Ken Allen Agent for Holden Energy Corp.

OIL AND GAS **RJF** DRN **GLH JRB** SLS DTS -TAS **MICROFILM** O) - FILE

Holden Energy Corporation

___Exploration___Production___Development___Acquisition__



SUITE 600 LINCOLN CENTER ARDMORE, OKLAHOMA 73401

Transmittal Form

To: State of Utah Department of Natural Resources Division of Oil, Cas & Mining 355 West North Temple 3 Triad Center, Ste. 350 Salt Lake City, Utah 84180-1203

Well Name and Location:

Ute 13-1 Sec. 13-4S-1E Uintah County, Utah Date: September 21, 1988

Transmitted herewith are the following:

Entity Action Form

Signed By: Hen Toothman

Please acknowledge receipt of this data by signing and returning the yellow copy of this transmittal form. Thank you.

Received By: Lisha C. Romers / DOCM Date: 9-26-88

STATE OF	UTAH		
DIVISION	OF OIL.	GAS AND	MINING

Holden Energy Corporation

ENTITY ACTION FORM - DOGM FORM 6

Suite 600 Lincoln Center

PHONE NO. 4405 226-3960

Ardmore, OK 73401

OPERATORS	S MUST COMP	LETE FORM UF	DIVISION OIL, GAS & L	OF WING WHEN CHANGE IN OPERAT	ONS OR IN	U	NECESS	TATES C	HANGE	IN EXISTING EN	TITY NUMBER AS	SIGNMENT.
ACTION	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME				WELL I	OCATIO	1	SPUD DATE	EFFECTIVE DATE
A	99999	10931	43-047-31846	Ute 13-1		NE	13	4S	rg 1E	COUNTY Uintah	8-10-88	n/a
COMMENTS	Indian Field-I Not in	- lease Wildcat La unit	Proposed Zone (only well?	Ute 13-1 Wasatch n sec. 13, assign new.	entity 1	0931	on 9	-26-83	, fcr			
COMMENTS		L						L				
		.										
	-											
COMMENTS	:						-	ļ.				
		·						:				
COMMENTS												
Seminaria un inflantesia in un inflatio di la constante di la												
COMMENTS												

ACTION CODES: A - ESTABLISH NEW ENTITY FOR NEW WELL (SINGLE WELL ONLY)

B - ADD NEW WELL TO EXISTING ENTITY (GROUP OR UNIT WELL)

C - RE-ASSIGN WELL FROM ONE EXISTING ENTITY TO ANOTHER EXISTING ENTITY

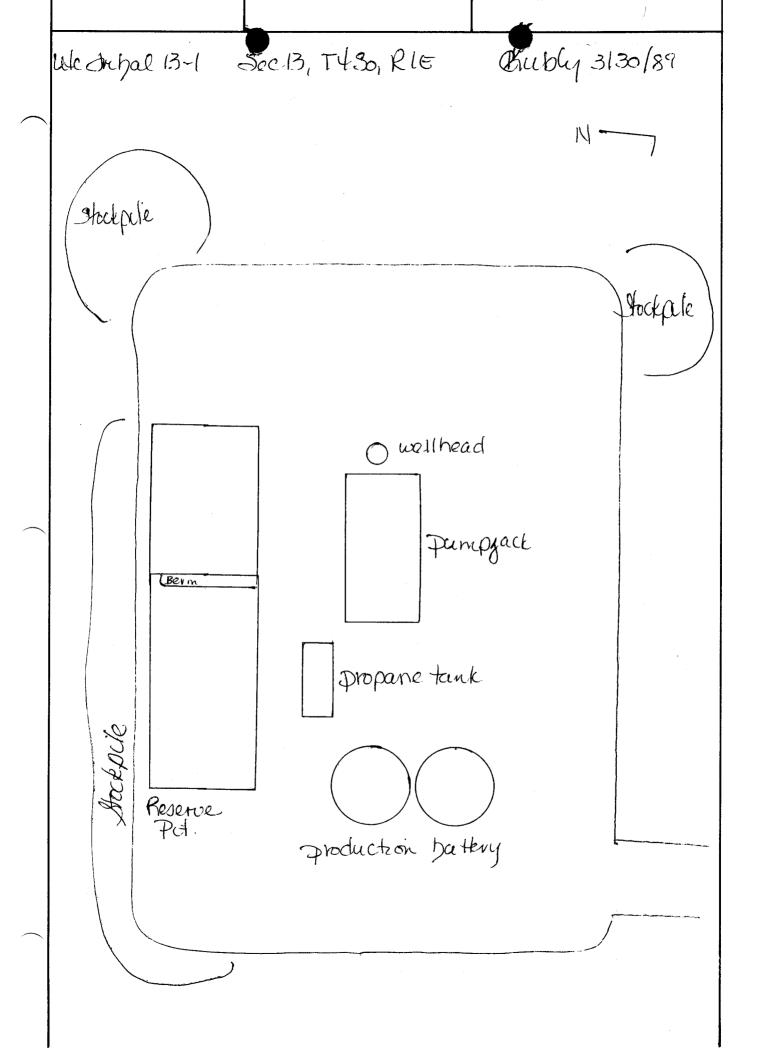
D - RE-ASSIGN WELL FROM ONE EXISTING ENTITY TO A NEW ENTITY

E - OTHER (EXPLAIN IN COMMENTS SECTION)

President

TITLE

DATE



STATE OF CAAH DEPARTMENT OF NATURAL RESOURCES

SUBMIT IN DUPLI (See other instruction reverse side)

	DIVISION OF	OIL, GAS, AI	AD MIMING			1/20	H62-4376
WELL CO	AADLETION	- D DECO	A ADLETION I				ALLOTTES OR TRIBE NAME
1a. TYPE OF WEI			MPLETION	REPORT A	ND LOC	Ute In	dian Tribe
	W	ELL XX WELL	DRY .	Other		7. UNIT AGREE	MENT NAME
b. TYPE OF COM		EP- PLCG					
WELL XX	OVER E	EEP- PLUG BACK	DIFF. DESVR.	Other		S. FARM OR L	
2. NAME OF OPERA						Ute	_13
Holden Ene	rgy Corpor	cation				9. WELL NO.	
			de our d	DATE PI	PARTE	10. PIELD AND	POOL, OR WILDCAT
4. LOCATION OF WE	LINCOIN C	ion clearly and in	dmore, OK 7	y State requirem			er/Wildcat
At surface 33	30' FNL, 33	30' FEL (NE	NE)			11. SEC., T., B.	, M., OR BLOCK AND BURYER
At top prod. in:	terval reported b	elow Same	Ü	APR	20 1989	OR AREA	
At total depth	_	bane		ı iş	MANA AF		
At total depth	Same		14. PERMIT NO.		SION OF	Sec.	13-4S-1E 13. STATE
***			<u> </u>		<u>esaniming</u>	PARISE	
15. DATE SPUDDED	! 16. DATE T.D.	REACHED 17 DA	43-047-3 TE COMPL. (Ready t	1846	8-1-88	Uintah F, REB, RT, GR, ETC.)*	19. ELEY. CABINGHEAD
0 10 00				18. 6	5131		5132'
8-10-88 20. total depth, md	9-20-88	UG, BACK T.D., MD 4	11-15-88 1700 22. IF MUL HOW M	TIPLE COMPL.,	1 23. INTE	RVALS ROTARY TOOL	
9628'	1	7380 '	l n	/a	DEIL	T.D.	
24. PRODUCING INTE	RVAL(S), OF THE	S COMPLETION-TO	P, BOTTOM, NAME (1	MD AND TVD)*			25. WAS DIRECTIONAL SURVEY MADE
			-				
Green Rive	er - 6330'	to 7350'		ME'DE	NITL	<u> </u>	no
				W_{\bullet} J		41 '	7. WAS WELL CORED
	olog - Net	itron Densi		CE		* 000	no
28. CASING SIZE	WEIGHT, LB		ING RECORD (Rep	ort all strings se		ENTING RECORD	AMOUNT PULLED
						ed to surface	n/a
10 3/4 7	40.5 26			8 3/4	7430 to		
			130	 -	7430 60	2000	
				· · · · · · · · · · · · · · · · · · ·			
29.		LINER RECORI)		30.	TUBING RECOR	RD
SIZE	TOP (MD)	BOTTOM (MD)	SACKS CEMENT	SCREEN (MD)	SIZE	DEPTH SET (MD) PACKER SET (MD)
n/a					2 7/	<u>ε 7.250</u>	n/a
31. PERFORATION RE				<u> </u>			
6348-58-½-	-9 7214	4-28-½-10				FRACTURE, CEMENT	
7510-18-½-		0-06-ફ્રે-12	•	DEPTH INTER			OF MATERIAL USED
6682-90-날-				6348 to	/306	336,000 KCL & 670,000 Lb	
6814-24-չ-	-8					<u> </u>	s 20/40 Sanu
33.•		· · · · · · · · · · · · · · · · · · ·	PRO	DUCTION			
DATS FIRST PRODUCT	rion pro	DUCTION METHOD (Flowing, gas lift, p	umping—size and	type of pum	p) WELL S' shut-	TATUS (Producing or in)
11/15/88		Pumping -				<u>Pr</u>	oducing
DATE OF TEST	HOURS TESTER	CHOKE SIZE	PROD'N. FOR TEST PERIOD	OIL-BÁL.	GAS-MC	1	GAS-OIL BATIO
12/10/88	CASING PRESS	1		85 GAS—MC	5	WATER-BBL.	.06:1
		CALCULATED 24-HOUR RA	TR	5	1	10	38
n/a 34. disposition of	10# GAB (Sold, used fo	or fuel, vented, etc.	85		<u>'</u>	TEST WITNESS	
used for i						Ken Al	
35. LIST OF ATTACE		^					
	4						
36. I hereby certify	that the total	ingene attached	information is comp	olete and correct	as determine	d from all available rec	ords
SIGNED	Malat	Na	WALL A	President		Th A Mills	4-17-89
SIGNED	THY	·	TITLE			DATE	

INSTRUCTIONS

General: This form is designed for submitting a complete and correct well completion report and log on all types of lands and leases to either a Federal and/or State laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office. See instructions on items 22 and 24, and 33, below regarding separate reports for separate completions.

If not filed prior to the time this summary record is submitted, copies of all currently available logs (drillers, geologists, sample and core analysis, all types electric, etc.), formation and directional surveys, should be attached hereto, to the extent required by applicable Federal and/or State laws and regulations. All attachments

Consult local State should be listed on this form, see item 35. Hederal or Indian land should be described in accordance with Federal requirements. or Federal office for specific instructions.

Hers 12: Indicate which elevation is used as reference (where not otherwise shown) for depth measurements given in other spaces on this form and in any attachments.

Hers 12: Indicate which elevation is used as reference (where not otherwise shown) for only the interval zone (multiple completion), so state in item 22, and in item 24 show the producing interval, or intervals, top(s), bottom(s) and name(s) (if any) for only the interval reported in item 33. Submit a separate report (page) on this form, adequately identified, for each additional interval to be separately produced, showing the additional data pertinent to such interval.

Hers 29: "Sacks Cement": Attached supplemental records for this well should show the details of any multiple stage cementing and the location of the cementing tool.

Hers 33: Submit a separate completion report on this form for each interval to be separately produced. (See instruction for items 22 and 24 above.)

87. SUMMARY OF POROUS ZONES: BHOW ALL IMPORTANT EONES OF DEPTH INTERVAL TESTED, CUSH	LOUS ZONES: RTANT ZONES OF POI TESTED, CUSHION	MARY OF POROUS ZONES: BHOW ALL IMPORTANT ZONES OF POROSITY AND CONTENTS THERBOF; COR BEFTH INTERALL PETED, CURHION USED, TIME TOOL OPEN, FLOWING AND	THERBOF; CORED INTERVALS; AND ALL DRILL-STRM TESTS, INCLUDING EN. FLOWING AND BRUT-IN PRESSURSS, AND RECOVERING	88. GMOLOG	GROLOGIC MARKERS	
PORMATION	101	ROLLON	DESCRIPTION, CONTRICTS, STC.		101	
					MEAS. DEFTE	TRUB VERT. DEFTE
Green River	6330'	7350'	Shale & Sand (Some sand zones w/oil & gas)	Green River	6330	6330
Wasatch	7350'	9628	Shale & Sand (No oil or gas shows)	Wasatch	7350	7350'
			OIL AND GAS DIE SUS I-TAS MICROFILM FILE			

Holden Energy Corporation

___Exploration___Production___Development___Acquisition___



SUITE 600 LINCOLN CENTER ARDMORE, OKLAHOMA 73401

(405) 226-3960

Transmittal Form

To: Utah Board of Oil, Gas and Mining

Suite 350, 3 Triad Center 355 West North Temple

Salt Lake City, UT 84180-1203

Date: April 17, 1989

Well Name and Location:

Ute 13-1 Sec. 13-4S-1E Uintah County, Utah

Transmitted herewith are the following:

Form OGC-3 in duplicate

Signed By: Han Joochman

Please acknowledge receipt of this data by signing and returning the yellow copy of this transmittal form. Thank you.

Received By: Lami Sull

Date: 4.01.89

Accepted 1983) Accepted 9-331, DEPARTMENT THE INTERBUREAU OF LAND MANAGEMENT	SUBMIT IN TRIPLICATES (Other instructions on verse side)	Expires August 31, 1985 5. LEASE DESIGNATION AND SERIAL NO. 14-20-H62-4441
SUNDRY NOTICES AND REPORTS (Do not use this form for proposals to drill or to deepen or plus use "APPLICATION FOR PERMIT—" for such	back to a different reservoir.	6 IF INDIAN, ALLOTTEE OR TRIBE NAME 7. UNIT AGREEMENT NAME
OIL X GAS OTHER		
2. NAME OF OPERATOR		8. FARM OR LEASE NAME
Holden Enerby Corporation		Ute
3. ADDRESS OF OPERATOR	Oklahoma 73401	9. WHIL NO. 13-1
Lincoln Center - Suite 600 Ardmore, 4. Location of Well (Report location clearly and in accordance with at See also space 17 below) At surface		10. FIELD AND POOL, OR WILDCAT Wildcat 11. SEC., T., B., M., OR BLE. AND
330' FNL, 330' FEL, NE 1/4-NE 1/4		Sec 13, T4S, R1E
14. PERMIT NO. 15. ELEVATIONS (Show whether 43-047-3/846)	DF, RT, GR, etc.)	Uintah Utah
16. Check Appropriate Box To Indicate	Nature of Notice, Report, or C	Other Data
NOTICE OF INTENTION TO	BUBSEQ	UENT REPORT OF:
TEST WATER SHUT-OFF PULL OR ALTER CASING PRACTURE TREAT MULTIPLE COMPLETE	WATER SHUT-OFF FRACTURE TREATMENT	REPAIRING WELL ALTERING CASING
SHOOT OR ACIDIZE	SHOOTING OR ACIDIZING	ABANDONMENT*
Other) 17 DESCRIBE PROPOSED OR COMPLETED OPERATION: (Clearly state all pertin proposed work. If well is directionally drilled, give subsurface longer to this work.)	Completion or Recomp	of multiple completion on Well letion Report and Log form.) Including estimated date of starting any all depths for all markers and zones perti-
The 13-1 well is producing 2 bbls of Application is hereby made to dispose pit on location.		ater in an unlined
Attached is a water sample from the v	well.	
The water is currently being trucked	to the Rooney Disp	osal well in Upalco.
Accepted by the of Utah Division	of Line	
Oil, Gas and Ma	aina JUL.1	7, 1991
Date: 6/7/9	1/1	ai or
By:	DIVISIO OIL GAS &	
18. I hereby certify that the foregoing is true and correct	Agent	June 17, 1991
SIGNED TITLE		DATE
(This space for Federal or State office use) Federal Approval of this		DATE



P.O. BOX 1898 CORSICANA, TX. 75151 OFFICE:

TEL: 214/872-3011

PLANT: TEL: 214/874-9500 FAX: 214/872-4216 FAX: 214/874-9596

WATER ANALYSIS REPORT

CO	MPANY	Holden En	ergy		ADDRES	s		DA	TE: <u>6-</u>	17-91
so	URCE	Productio	n tank 13-1		DATESAN	APLED		_ ANALYSIS	NO	
			Analysis				Ag/I (ppm)		•1	Meq/I
1.	PH		8.1							
2.	H₂S (Q	ualitative)	3.0							
3.	-	c Gravity	1.0	20						
4.	Dissolv	ed Solids				29,6	04	· · · · · · · · · · · · · · · · · · ·		
5.	Suspen	ded Solids			-					
6.	Anaero	bic Bacterial C	ount		C/MI					
7.	Methyi	Orange Alkalir	nity (CaCO ₃)		-					
8.	Bicarbo	onate (HCO ₃)			HCO ₃	5	60	÷61	9	нсо
9.	Chloric	ies (CI)	DISCIE	MW/E	CI	17,5	00	÷35.5	493	
10.	Sulfate	s (SO ₄)		317 []	so₄		10	÷48	0	sc
11.	Calciur	m (Ca)	. 1	7 1991	Ca.		80	÷20	4	c
12.	Magne	sium (Mg)	002 1	1 1771	Mg			÷12.2	0	M
13.	Total F	lardness (CaC	- 3/	ON OF	-	2	00			
14.	Total I	ron (Fe)	OIL GAS	& MINING		1	9.			
15.	Barium	(Qualitative)								
16.	Phospl	hate Residuals					20			
•мн	i equivalents (per liter		PROBABLI	E MINER	AL COMPOSI	TION			
		_			(Compound Ca (HCO ₃) ₂		X Meq/I	=	Mg/I 324
		Ca -	нс	o, g		Ca SO4	68.07			
-	4	_			,	Ca Cl ₂	55.50			
	0	Mg	sc	0		Mg (HCO ₃) ₂	73.17			
		 		/ 00	,	Mg SO.	60.19			
	498	Na —		cı 493		Vig Cl₂	47.62			
	Satu	ration Values	Distilled Wa	iter 20°C		Na HCO;	84.00	5		420
	CaC	O3	13 Mg/I			Na: SO4	71.03		 -	
	Ca S	6O₄ · 2H₂O	2,090 Mg/I			Na CI	58.46	493		28,821
	Mg (CO ₃	103 Mg/l							
REN	MARKS						,		·	
		· · · · · · · · · · · · · · · · · · ·								

Form 3160 (November 1983) (Formerly 9.33). DEPARTMENT T BUREAU OF TAND A	HE INTERIORS CHILLY S	5. LEASE DESIGNATION IND MAGES. 3.5. 14-20-H62-4441
SUNDRY NOTICES AND (Do not use this form for proposals to drill or to use "APPLICATION FOR PERS	deepen or plug back to a differed freder for. MIT of for such proposals.)	Ute Tribal 7. UNIT AGREEMENT NAME
OIL X CAS OTHER 2. NAME OF OPERATOR Holden Energy Corp.	DIVISION OF OIL GAS & MINING	
Suite 600 - Lincoln Center Location of Well. (Report location clearly and to acce See also space 17 below)	Ardmore, Oklahoma 7340	9. WELL NO. 13-1 10. FIELD AND POOL, OR WILDCAT
330' FNL, 330' FEL, NE NE		Undesignated 11. SEC. T., E., M., OR BLE. AND SURVEY OF ARMA Sec 13, T4S, R1E USB&M
43-047-31846	(Show whether DF, RT, GR, etc.)	12. COUNTY OR PARISH 13. STATE Uintah Utah
16. Check Appropriate Box	To Indicate Nature of Notice, Report,	or Other Data
PRACTICE TREAT SHOOT OR ACIDIZE REPAIR WELL (Other) 17 DESCRIBE PROPERSES ACCOUNTY OF PROPERSES ACIDIZES Proposed work 11 well is directionally desired account to this work. If Application is hereby Well. The current rate of There are no gas pipelines	made to vent excess gas gas being vented is 10	results of multiple completion on Well ecompletion Report and Log form dates. Including estimated date of starting who vertical depths for all markers and zones pertined from the subject MCF/day or less.
SIGNED SIGNED	Agent Agent	DATE February 7, 1994
(This space for Federal or State office use)		un quanta de la colonia de
APPROVED BY CONDITIONS OF APPROVAL, IF ANY	TITLE	DATE

*See Instructions on Reverse Side

Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

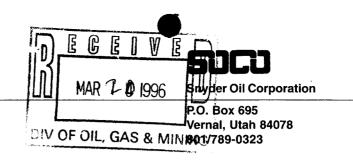
BUREAU OF	LAND MANAGEMENT	5. Lease Designation and Serial No.
	TACE OIL GAS	MINING 4-20-H62-4441
Do not use this form for proposals to of	AND REPORTS ON WELLSOF OIL, GAS a lill or to deepen or reentry to a different reser R PERMIT—" for such proposals	VOIT. UTE
		7. If Unit or CA, Agreement Designation
· · · ·	IN TRIPLICATE	N/A
1. Type of Well Oil Gas Well Well Other		8. Well Name and No.
2. Name of Operator	·	Ute 13-1
HOLDEN ENERGY CORPORATION		9. API Well No. 43-047-31846
3. Address and Telephone No.	ARDMORE, OK 73401	10. Field and Pool, or Exploratory Area
LINCOLN CENTER, SUITE 600 4. Location of Well (Footage, Sec., T., R., M., or Survey D		Undesignated
	ion 13-T4S-RIE	11. County or Parish, State
		Uintah, UT
CHECK APPROPRIATE BOX	(s) TO INDICATE NATURE OF NOTICE, R	EPORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF AC	TION
Notice of Intent	Abandonment	Change of Plans
	Recompletion	New Construction
Subsequent Report	Plugging Back	Non-Routine Fracturing Water Shut-Off
Final Abandonment Notice	Casing Repair Altering Casing	Conversion to Injection
Final Abandonment Notice	Other Change of Opera	
		(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)
13. Describe Proposed or Completed Operations (Clearly state a	ill pertinent details, and give pertinent dates, including estimated date o cal depths for all markers and zones pertinent to this work.)*	f starting any proposed work. If well is directionally drilled
give subsurface locations and measured and true vero		
There will be a change of op	erator for the above well.	and proceedings of the control of th
_		DEGEOVE IN
- L · - · - ·	rgy Corporation	
TO: Snyder Oil	Corporation	
All operations will be cover	red by Nationwide Bond No. 57-93-54	MINERAL & STATE &
• · · · · · · · · · · · · · · · · · · ·		Str. Wastr
	VERNAL DIST.	
	ENG. WEB 12/194	·
	GEOL.	Maria de la comp
THE TOWNSHIP WE SENT HE IS NOT THE TOWN	E.S. OFFICE PARTY I	en an arak dan samu dan samu dan samu
	PET	
/^	A.M	
14. Hereby certify that the formoring is true and correct		
Signed Holden	Title President	Date 10-19-94
	1000	
(This space for Federal or State of Sec Ope	ASSISTANT DIGITALIN	DEC 0 1 1994

Attach Initial	all documentation received by the divi each listed item when completed. Wri	ision regarding this change ite N/A if item is not appli	cable.	2- LWP 7-PL 3-PPS-8-SJ 4- VIC 9-FILE
	nge of Operator (well sold) ignation of Operator	□ Designation o □ Operator Name		5- RJF 6- LWP
The op	perator of the well(s) listed b	pelow has changed (EFFI	ECTIVE DATE: 12-0	1–94
Γ() (ne	operator: SNYDER OIL CORPOR (address) BAGGS WY 82321	FROM (forme	(address) HOLDER (address) LINCOL ARDMOL	N ENERGY CORP. LN CTR STE 600 RE OK 73401
	phone (307) 383–28 account no. <u>N</u> 130			(405) 226-3960 t no. N 0825
Hell(s) (attach additional page if needed):			
Name: Name: Name: Name: Name:	UTE 13-1/GRRV API: 43- UTE 21 #1/GRRV API: 43- UTE 25-1/GRRV API: 43- UTE TRIBAL 26 #1/GRRV API: 43- UTE 26 #1/GRRV API: 43- API: API: API: API:	<u>.047-31821</u> Entity: <u>10818</u> <u>.047-31848</u> Entity: <u>1093</u> .047-31738 Entity: <u>1010</u> .047-31822 Entity: <u>1087</u> 	 Sec 21 Twp 45 Rng Sec 25 Twp 45 Rng Sec 26 Twp 45 Rng Sec 26 Twp 45 Rng Sec 26 Twp Rng 	1E Lease Type: INDIAN Lease Type: Lease Type:
OPERAT	OR CHANGE DOCUMENTATION			
<u> 40</u> 1.	(Rule R615-8-10) Sundry or operator (Attach to this form	other <u>legal</u> document). (fee'd /2-2-94)	ation has been re	eceived from <u>forme</u> r
kc 2.	(Rule R615-8-10) Sundry or ot (Attach to this form). (Actach)	her <u>legal</u> d <u>o</u> cumentatio 2-2-94)	on has been receive	ed from <u>new</u> operator
,	The Department of Commerce ha operating any wells in Utah. yes, show company file number	Is company register	ne new operator abo ed with the state?	ove is not currently (yes/no) If
<u>Le</u> 4.	(attach Telephone Documentat comments section of this for changes should take place price	<pre>ion Form to this re m. Management review or to completion of st</pre>	port). Make note of F ederal and I eps 5 through 9 be	of BLM status in ndian well operator low.
Le 5.	Changes have been entered in listed above (1-30-95)	the Oil and Gas Inform	mation System (Wand	g/IBM) for each well
6.	Cardex file has been updated t	for each well listed a	bove. J-9-95-	
W 7.	Well file labels have been upo	dated for each well li	sted above.2.9-9	5
<u>Lec</u> 8.	Changes have been included on for distribution to State Land	n the monthly "Operato ds and the Tax Commiss	or, Address, and Adion. (1-30-95)	count Changes" memo
<u>fic</u> 9.	A folder has been set up for placed there for reference du	the Operator Change fring routing and proce	ile, and a copy of ssing of the origi	this page has been nal documents.

Division of Oil, Gas and Mining OPERATOR CHANGE HORKSHEET

OPERATOR	R CHANGE WORKSHEET (CONTINUED) Initial each item when completed. Write N/A if item is not applicable.
7	REVIEH
<u>He</u> 1.	(Rule R615-8-7) Entity assignments have been reviewed for all wells listed above. Werentity changes made? (yes/no) (If entity assignments were changed, attach copies of Form 6, Entity Action Form).
<u>N/H</u> 2.	State Lands and the Tax Commission have been notified through normal procedures of entity changes.
BOND VE	ERIFICATION (Fee wells only)
	(Rule R615-3-1) The new operator of any fee lease well listed above has furnished proper bond.
2.	A copy of this form has been placed in the new and former operators' bond files.
3.	The former operator has requested a release of liability from their bond (yes/no) Today's date 19 If yes, division response was made by lette dated 19
LEASE I	INTEREST OHNER NOTIFICATION RESPONSIBILITY
003	(Rule R615-2-10) The former operator/lessee of any fee lease well listed above has bee notified by letter dated
N/A 2.	Copies of documents have been sent to State Lands for changes involving State leases.
FILMING	G .
<u>/</u> 1.	All attachments to this form have been microfilmed. Date: Jehnuary 32 1995
FILING	
1.	Copies of all attachments to this form have been filed in each well file.
<u> </u>	The <u>original</u> of this form and the <u>original</u> attachments have been filed in the Operato Change file.
COMMENT	TS
95013	30 Bm aprv. 12-1-94.

LIE 71/24 25



March 19, 1996

Bureau of Land Management 710 S. 500 E. Vernal, UT 84078

Utah State Division of Oil Gas & Mining 3 Triad Center, Suite #350 355 W. North Temple Salt Lake City, Utah 84180-1203

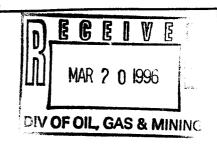
RE: Site Security Diagrams

Gentlemen:

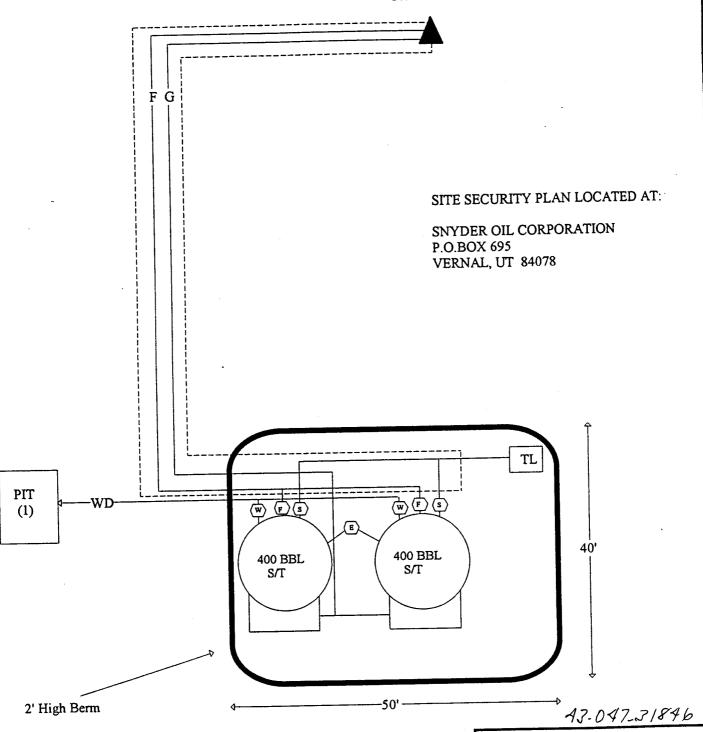
Enclosed are copies of additional Site Security Diagrams for wells operated by Snyder Oil Corporation. If you have any questions, please contact me at 801-789-0323.

Sincerely,

Lucy Nemec Senior Clerk



Ute Tribal 13-1



Snyder Oil Corporation

UTE TRIBAL 13-1 NENE SEC 13 T4S R1E UINTAH COUNTY, UT LEASE # 1420-H624441

Prepared By: JT 7/26

BUYS & ASSOCIATES, INC.

 $N \longrightarrow$

FORM 3160-5 (June 1990)

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

4	
V	FORM APPROVE
	Decident Demans Ma

Budget Bureau No. 1004-0135 Expires: March 31, 1993

5. Lease Designation and Serial No. 14-20-H62-4376

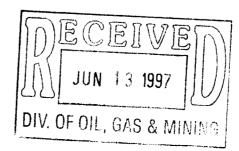
SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry a different reser 6. If Indian, Allottee or Tribe Name Use "APPLICATION FOR PERMIT -" for such proposals UTE INDIAN TRIBE 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE N/A 1. Type of Well 8. Well Name and No. Oil Gas **UTE 13-1** Well Well 9. API Well No. 43-047-31846 **108925001** 2. Name of Operator SNYDER OIL CORPORATION 10. Field and Pool, or Exploratory Area FREEN RIVER/WILDCAT 3. Address and Telephone No. 1625 Broadway, Suite 2200, Denver, CO 80202 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., m., or Survey Description) 330' FNL & 330' FEL UINTAH, UTAH NENE Sec. 13-T4S-R1E CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHE TYPE OF ACTION TYPE OF SUBMISSION Notice of Intent Abandonment Change of Plans Recompletion **New Construction** Non-Routine Fracturing Subsequent Report Plugging Back Casing Repair Water Shut-Off Final Abandonment Notice Conversion to Injection **Altering Casing** Dispose Water (Note: Report results of multiple completion Completion or Recompletion Report and Lo 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is direct ally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* Snyder Oil Corporation reports that we have done the following: MIRUPU. POOH w/ rods & pump, ND wellhead, NUBOP, released TAC, strap OOH with prod tbg. Wireline set 7" RBP @ 6019'. RIH w/ 4" csg gun & perf'd the following intervals (2JSPF, 90 degree phased) per the compensated neutron Lithodensity log dated 8/27/88. 5988 - 5994', 6', 13 holes (Y-7) 5944 - 5956', 12', 25 holes (Y-7) Frac'd Y-7 (5988-94' & 5944 - 56') w/ 19,956 gal 2% KCL borate gel & 48M# 20/40 mesh sand. RIH w/ 7" RBP set same at 5850'. RIH w/ 4" csg gun & perf'd the following interval (2 JSPF, 90 degree phased) per the compensated neutron lithodensity log dated 8/27/88: 5808 - 5819',11', 23 holes(Y-6) Frac'd w/ 18,816 gal of 2% KCL borate gel & 44M# 20/40 mesh sand, flow'd back. TIH to 5765' circ clean to top RBP, released same, POOH w/ top RBP. TIH tag sand @ 5926', C/O to lower RBP. Released same. POOH w/ RBP. RIH w/ prod tbg, NDBOP, set tac w/ NUHW, RIH w/ rods & pump, space out, hang on, RWTP 3/4/97. DIV. OF OIL, GAS & MINING Title Sr. Operations Engineer 02-Jun-97 Date (This space for Federal or State office Approved by Title Date Conditions of approval, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudu

statements or representations as to any matter within its jurisdiction.

(November 1983)						(See othe	r Instructions	:	Budget Bureau No.	1004-0137	
(formerly 9-330)			UNITED STA			•	n reverse side)		Expires August 31,	1985	
· • •			MENT OF THE						E DESIGNATION AN		
			AU OF LAND MA						14-20-H62-4		
	···								DIAN, ALLOTTEE OF		
WELL COMPL	ETION OR R	ECOMPLE'	TION REPORT	T AND LO)G*				UTE INDIA	TRIBE	
1a. TYPE OF WORK		OUL	GAE					7. UNII	AGREEMENT NAM	E	
		WELL X	WELL	DRY	Other						
1h Type of Well			_								
NEW	WORK_	DEEP-	PLUG	Diff.					CORLEASENAME UTE 13		
WELL	OVER	X EN L	BACK	RESVR.	Other			9. WEL			
2. NAME OF OPERATOR								9. WEL	. NO. 1		
	OIL CORPORAT	TION						10. FIE	LD AND POOL OR W	ILDCAT	
3. ADDRESS OF OPERATOR	ADSTALL OFFERE	2200 DENT	ED CO 90202						GREEN RIV		CAT
4. LOCATION OF WELL (Report to	ADWAY, SUITE	ZZUU, DEINV	ER, CO. 80202						T., R., M., OR BLK		
4. LOCATION OF WELL (Report to At Surface	Canons ciently and in 800	ordinos was may sun	a reduitements. \					ORA	REA		
	& 330' FEL (NE	NE)						1			
At top prod. Interval reported below		,							Sec. 13-T4S-	R1E	
SAME											
At total depth			14. PERMIT NO.		DATE	MSUED			INTY OR PARISH		13. STATE
SAME			43-047-3184			01-Aug-88		<u> </u>	UINTAH	19. HLEV. CASEN	UTAH
15. DATE SPUDDED	16. DATE T.D. REACH	(ED)	17. DATE COMPL. (Rendy to	prod.)		NONE (OF, RICE, RT, C	R, ETC.)*			5132'	OF BAD
10-Aug-88	20-Sep-88	21, PLUG, BACK T	15-Nov-88	22. IF MULTI	5131	23. INTERVALS	POT	RYTOO	LS	CABLE TOOL	
20. TOTAL DEPTH, MD & TVD		21. PLUG, BACK 1	LD., MD & TVD	HOW MA		DRILLED BY	•		_		
9628'		7380'		N/A		>		<u>.D.</u>			
24. PRODUCING INTERVAL(S), OF TH	IS COMPLETION-TOP, BO	TTOM, NAME (MD AN	D TVD)°							25. WAS DIRECT SURVEY MAI	
	mo #0#41					,				JOK VENT	-
GREEN RIVER - 6330	TO 7350									NO	
										27. WAS WELL C	ORED
24 TYPE ELECTRIC AND OTHER LOC DUAL LATEROLOG -	BRUN NICHTDAN DEI	JOHN API	6							NO	
	NECTRON DE	ASITI DAM	GIDAL DEL		ECORD (Repor	t all strings set in w	elD.				
23. CASING SIZE		WEIGHT, LB/FT	. DEPTH SET (M		HOLE SIZE			VTING RI	CORD	AMOUNT P	JLLED
10-3/4"		41	369'		13-3/8"	Circulated t	o surface			N/A	
7"		26	7430'		8-3/4"	7430' to 208	'0			N/A	
		+=-									
***			INER RECORD		<u> </u>	30.	***************************************	TUBI	NG RECORD		
29.	TOP (MD)		BOTTOM (MD)	SACKS CEMEN	T' SCREEN			DEPTI	i set (MD)	PACKER SET	(140)
N/A						2-7/8	725) '		N/A	
1412										1	
31. PERFORMATION RECORD (Inter	rest atta and members				32.	ACID, SHOT, FT	ACTURE, CI	MENT	SQUEEZE, ETC.		
6392 - 6400 - 1/2 - 8	6682 - 90 - 1/	2 - 6 7	300 - 06 - 1/2 - 12		DEPT	H INTERVAL (MD)			INT AND KIND OF		
6348 - 58 - 1/2 - 9	6814 - 24 - 1/				6348 '	to 7306'	336,000	KCL	water & 670	0,000 # <mark>20</mark> /4	0 sand
6510 - 18 - 1/2 - 11	7224 - 28 - 1/										
5988 - 94', 13holes; 594		14			5944 -	5994'	19,956	al 2%	KCL borat	e gel & 48 N	1# 20/40
, , ,	JU , 43 HUICS				5808 -		18,816	al 29	KCL borat	e gel & 44N	1# 20/40
5808 - 19' 23 holes			<u></u>		PRODUCTIO						
33.* DATE FIRST PRODUCTION		PRODUCTION M	ETHOD (Flowing, gas lift, pump	ing-size and type of		·			WELL STATUS (Pro	ducing or shut-in)	
15-Nov-88			ing - 1-3/4"						Producing		
DATE OF TEST		HOURS TESTED	CHOKE SIZE	PROD'N, FOR	OIL-BBLS	GAS-MCF.	1	WATE	R-BBL	GAS-OIL RATIO	
		24	1	TEST PERIOD	85	۱ ۱	5	10		.06:1	
10-Dec-88 FLOW, TUBING PRESS.		24 CASING PRESSURE	CALCULATED	OIL-BBL.		MCF.	WATER-B		OIL GRAVITY-API		
FLUTT. LUDING FARING.			24-HOUR RATE	1	. .			10	38	1	
N/A		10#	<u> </u>	85		<u> </u>			WITNESSED BY	<u></u>	
34. DISPOSITION OF GAS (Sold, used for	or mei, verses, etc.)	0							Bill Nyland		
Used for fuel 35. LIST OF ATTACHMENTS		// 						-			
Dual Laterolog - Neutr	on Density /	•									
36. I hereby certify that the foregon	and attached information	n is complete and cor	rect as determined from all a	rvailable records						, 1.1	.
(WAX	·~ -			Sr. Opers	tions Engine	r		DAT	E 6/2/9	1>
SIGNED											
		*(See inst	ructions and Spa	ices for Ad	giuonai D	ata on Kever	se 310e)		_		
Title 18 U.S.C. Section 1001,	makes it a crime for ar	y person knowingl	y and willfully to make to	o any departme	nt or agency of	une United States	arry raise, fic	HROFE (
fraudulent statements or repres	sentations as to any ma	uer within its juns	CUCUON.								



					DDA	DUCTION - IN	TERVAL.			
DATE FIRST	TEST	HOURS	TEST	OL		WATER	OIL GRAVITY	GAS	PRODUCTION METHOD	
	DATE	TESTED	PRODUCT	BBL.	MCF	BBL	CORR. API	DEFORTION		
	FLOW, TUBBNG PRESSURE	CASING PRESSURE	24 HR. RATE	OIL BBI.	GAS MCF	WATER BBL	GAS:OIL RATIO	ZONE STATU	: (PRODUCING, SHUT-IN, PLUGGED	, STC.)
		<u> </u>	1	<u></u>	PRO	DUCTION - IN	TERVAL D			
	TEST DATE	HOURS TESTED	TEST PRODUCT	OIL BBL	GAS	WATER BBL	OIL GRAVITY CORR. API	GAS DESPOSITION	PRODUCTION METHOD	
CHOKE SIZE	FLOW. TUBBNG PRESSURE	CASING PRESSURE	24 HR RATE	OIL BRI.	GAS MCF	WATER BBL	GAS:OIL RATIO	ZONE STATU	S: (PRODUCING, SHUT-IN, PLUGGED), BTC.)
30. PLEASE ATTACH AN FLUID STORAGE, AND G WATER DEEPOSAL PITS E MENT.										
31. SUMMARY OF SHOW ALL IMPORTA AND ALL DRILL/STE TOOL OPEN, FLOWE	INT ZONES OF PO	DROSTY AND CONT IDING DEPTH INTER	ENTS THER VAL TEST,	BOF: CORRE CUMHION V	OINTERV SED, TI	/ALS		32. FO	RMATION (LOG) MARKE	
100000			1	1				. T =	NAME	TOP
FORMAT	TON	TOP	BO	TOM	DESC	RIPTIONS, CO	INTENTS, ET	<u>- </u>	NAME	Marcol E 10
Green River Wasatch		6330' 7350'	7350° 9628°			Sand (some san Sand (No Oil o			een River asatch	6330' 7350'
								Ī		
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		1								
										· ·
			1					1		
33. ADDITIONAL	DEMADES	INCLUDE PLI	JGGING	PROCED	URE 4	ATTACH CE	MENT VERIF	ICATION):		
J. ADDITIONAL	PENNINA)	(T.CLUDE I D								
								•		
34. CIRCLE E	NCI OCET	ATTACUL	ENTO.							
		ALIAURN	3. WELLI	ORE SKET	H (500#	6. SUNDRY NOTE	E FOR PLUGGENG	& CEMENT VI	RIFICATION	
1. MECHANICAL LOGS 2. GEOLOGIC REPORT			4. DST RI 5. DIREC	EPORT TIONAL SUF	VEY	7. CORE ANALYS 8. OTHER:	Form 10 an			
35. I hereby certify that the SIGNED:	foregoing and atta	ched information is co	nplate and co	rrect as determ	nined from	all available records				
								DATE:		
PRINT:				TITLE:						



1200 Smith, Suite 3300 Houston, Texas 77002 713-646-6600

June 7, 1999

State of Utah Division of Oil, Gas & Mining 355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, UT 84180-1203

RE: \$80,000 Surety Blanket P & A Bond #5736975

Dear Sir or Madam:

Santa Fe Snyder Corporation was formed when Snyder Oil Corporation was merged into Santa Fe Energy Resources, Inc. on May 5, 1999. Copies of the approved merger, issued by the Delaware Secretary of State, are enclosed for your files.

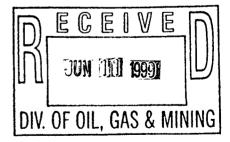
As this merger causes "Snyder" to cease to exist and their activities are covered by bond #JZ7777, please release bond # 5736975 and return it to the sender.

Thank you for your assistance in this matter.

Very truly yours,

Phillip W. Bode

Enclosure



Santa Fe Energy Resources, Inc.

June 7, 1999

State of Utah Division of Oil, Gas & Mining 355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, UT 84180-1203

RE: \$80,000 Surety Blanket P & A Bond #JZ7777

Dear Sir or Madam:

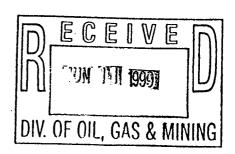
Enclosed is the above bond for Santa Fe Snyder Corporation. This corporation was formed when Snyder Oil Corporation was merged into Santa Fe Energy Resources, Inc. on May 5, 1999. Copies of the approved merger, issued by the Delaware Secretary of State, are enclosed for your files.

Thank you for your assistance in this matter.

Very truly yours,

Phillip W. Bode

Enclosure

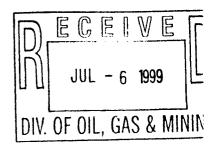




United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155



In Reply Refer To: 3106 U-19037 et al (UT-932)

Jul 1 1999

NOTICE

Santa Fe Snyder Corporation 840 Gessner, Suite 1400 Houston, TX 77024 Oil and Gas

Merger Recognized Name Change Recognized

Acceptable evidence has been filed in this office concerning the merger of Snyder Oil Corporation into Santa Fe Energy Resources, Inc. and the name being subsequently changed to Santa Fe Snyder Corporation as the surviving entity.

For our purposes the merger and name change are recognized effective June 1, 1999, per company request.

The oil and gas lease files identified on the enclosed exhibits have been noted as to the merger and name change. The exhibits were compiled from lists supplied by Santa Fe Snyder Corporation. We have not adjudicated the case files to determine if the entities affected by the merger and name change hold an interest in the leases identified, nor have we attempted to identify leases where the entities are the operator on the ground, maintaining no vested record title or operating rights interest. We are notifying the Minerals Management Service and all applicable BLM offices of the merger and name change by a copy of this notice. If additional documentation for a change of operator are required by our Field Offices, you will be contacted by them.

By recognition of the merger and the name change the principal on bonds held by Snyder and Santa Fe are automatically changed to Santa Fe Snyder Corporation. Riders to Nationwide Bond No. 400JF 5493 (BLM Bond No. UT0855) and Nationwide Bond No. 5473615 (BLM Bond No. WY2912) have been filed in the Utah State Office. It is the request of Santa Fe Snyder Corporation to change the name on BLM Bond No. UT0855 to reflect the merger/name change, and to terminate the period of liability on BLM Bond No. WY2912. A decision regarding this matter will follow in due course.

Christopher J. Merritt Acting Group Leader, Minerals Adjudication Group

Enclosures

- 1. Santa Fe Energy Resources, Inc. Exhibit of Leases
- 2. Snyder Oil Corporation Exhibit of Leases

cc:

All State Offices Moab Field Office Vernal Field Office

MMS—Reference Data Branch, MS 3130, P.O. Box 5860, Denver, CO 80217
State of Utah, DOGM, Attn: Kristen Risbeck (Ste. 1210) Box 145801, SLC, UT 84114-5801
St. Paul Fire & Marine Insurance Co., 385 Washington St., St. Paul, MN 55102
SAFECO Insurance Company of America, SAFECO Plaza, Seattle, WA 98185
Santa Fe Snyder Corp., Attn: Phyllis Sobotik, 1625 Broadway, #2200, Denver, CO 80202
Irene Anderson (UT-932)
Teresa Thompson (UT-931)

SANTA FE I FASES

<u>LESSOR</u>	STATE	LESSOR	STATE
BLM NMNM-92488	NM	BLM WYW-59145	WY
BLM NMNM-45235	NM	BLM WYW-43661	WY
BLM NMNM-24877	NM	BLM WYW-0311938	WY
BLM NMNM-93398	NM	BLM WYW-52562	WY
BLM NMNM-96591	NM	BLM WYW EV-022932	WY
BLM NMNM-77894	NM	BLM WYW-27645	WY
BLM NMNM-65900	NM	BLM WYW-043930-A	WY
BLM NMNM-87977	NM	BLM WYW EV-026056	WY
BLM NMNM-65864	NM	BLM WYW-0322610	WY
BLM NMNM-95879	NM	BLM WYW-0320213	WY
BLM NMNM-97394	NM	BLM EV-023313-A	WY
BLM NMNM-98005	NM	BLM WYW-9578	WY
BLM NMNM-98006	NM	BLM WYW-96918	WY
BLM NMNM-98010	NM	BLM WYW-0320078	WY
BLM NMNM-95418	NM	BLM WYW-035599	WY
BLM NMNM-25667	NM	BLM WYW-2120	WY
BLM NMNM-98300	NM	BLM WYEV-024469	WY
BLM NMNM-98033	NM	BLM WYW-0136175	WY
BLM NMNM-998271	NM	BLM WYW-0136177	WY
BLM NMNM-98305	NM	BLM WYW-05991	WY
BLM NMNM-91179	NM	BLM WYW-02736	WY
BLM NMNM-85420	NM	BLM WYW EV-025548	WY
BLM NMNM-100956	NM	BLM EV-023313-E	WY
BLM NMNM-58393	NM	BLM EV-023313-B	WY
BLM OKNM 23555	OK	BLM WYW-21124	WY
BLM NM 15074 (OKLA)	OK	BLM WYW EV-022931	WY
BLM UTU-19037	UT	BLM WYW-61240	WY
BLM UTU-55626	UT	BLM WYW-18480	WY
BLM UTU-38354	UT	BLM WYW-51654	WY
BLM UTU-38401	UT	BLM WYW-50676	WY
BLM UTU-38430	UT	BLM COC-036289 A&B	WY
BLM UTU-42823	UT	BLM WYW-0942	WY
BLM WYEV-026201	WY	BLM WYW-63210	WY
BLM WYW-35860	WY	BLM WYW-66866	WY
BLM WYW-47198	WY	BLM WYW-102793	WY
BLM WYEV-022765	WY	BLM WYW-107726	WY
BLM WYEV-023941	WY WY	BLM W-70335 BLM W-70496	WY
BLM WYEV-026196	WY	BLM W-70326	WY WY
BLM WYEV-026201 BLM WYEV-026202	WY	BLM W-55746	WY
BLM WYEV-026204	WY	BLM W-56480	WY
BLM WYEV-026205	WY	BLIVI VV-30400	VV 1
BLM WYEV-026208	WY		
BLM WYEV-026209	WY		
BLM WYW-04674	WY		
BLM WYW-023207	WY		
BLM WYW-023211	WY		
BLM WYW-0268735	WY		
BLM WYCHEY-037066	WY		
BLM WYW-58075	WY		
BLM WYW-17284	WY		
BLM WYW-17296	WY		
BLM WYW-17282(A)	WY		
BLM WYW-55067	WY		

SNYDER LEASES

LESSOR	STATE	LESSOR	STATE
USA COC-33237	CO	USA U-0136484	UT
USA COC-36719	CO	USA U-37573	UT
USA LAES 49122	LA	USA U-33433	UT
USA LAES 49123	LA	USA U-47172	UT
USA LAES 49124	LA	USA U-37355	UT
USA LAES 49125	LA	USA UTU-15855	UT
USA LAES 49127	LA	USA U-0142175	UT
USA LAES 49128	LA	USA UTU-02651	UT
USA LAES 49129	LA	USA UTU-02651-B	UT
USA LAES 49130	LA	USA U-34705	UT
USA LAES 49131	LA	USA U-40729	UT
USA LAES 49132	LA	USA U-58097	UT
USA LAES 49133	LA	USA U-30289	UT
USA LAES 49134	LA	USA UTU-72632	UT
USA LAES 49135	LA	USA UTU-73013	UT
USA LAES 49136	LA	USA UTU-64376	UT
USA LAES 49137	LA	USA UTU-38261	UT
USA LAES 49138	LA	USA UTU-28212	UT
USA LAES 49139	LA	USA UTU-28213	UT
USA LAES 49140	LA	USA UTU-38419	UT
USA LAES 49141	LA	USA U-53861	UT
USA LAES 49142	LA	USA UTU-38418	UT
USA LAES 49143	LA	USA UTU-66401	UT
USA LAES 49144	LA	USA U-38423	UT
USA LAES 49145	LA	USA UTU-38425	UT
USA LAES 49146	LA	USA U-38421	UT
USA LAES 49147	LA	USA UTU-38428	UT
USA LAES 49148	LA	USA U-38420	UT
USA LAES 49149	LA	USA UTU-34350	UT
USA LAES 49150	LA	USA UTU-39223	UT
USA LAES 49151	LA	USA U-64923	UT
USA LAES 49152	LA	USA UTU-40736	UT
USA LAES 49153	LA	USA U-075939	UT
USA LAES 49154	LA	USA U-70235	UT
USA LAES 49155	LA	USA UTU-44426	UT
USA LAES 49156	LA	USA UTU-57495	UT
USA LAES 49157	LA	USA UTU-57503	UT
USA LAES 49158	LA	USA UTU-52106	UT
USA LAES 49159	LA	USA UTU-59121	UT
USA LAES 49160	LA	USA UTU-73009	UT
USA LAES 49161	LA	USA UTU-73010	UT
USA LAES 49162	LA	USA UTU-50490	UT
USA LAES 49163	LA	USA UTU-65126	UT
USA LAES 49164	LA	USA UTU-49228	UT
USA LAES 49165	LA	USA UTU-53127	UT
USA LAES 49166	LA	USA UTU-65132	UT
USA LAES 49167	LA	USA UTU-63951	UT
USA LAES 49168	LA	USA UTU-47483	UT
USA LAES 49169	LA	USA UTU-63978	UT
USA LAES 49170	LA	USA UTU-69116	UT
USA LAES 49171	LA	USA UTU-65138	UT

SNYDER LEASES

LESSOR	STATE	LESSOR	STATE
USA LAES 49172	LA	USA UTU-54774	UT
USA LAES 49173	LA	USA UTU-71230	UT
USA LAES 49174	LA	USA UTU-71234	UT
USA LAES 49175	LA	USA UTU-44799	UT
USA LAES 49176	LA	USA UTU-57512	UT
USA LAES 49177	LA	USA UTU-53084	UT
USA LAES 49178	LA	USA UTU-53938	UT
USA LAES 49179	LA	USA UTU-61936	UT
USA LAES 49180	LA	USA UTU-47127	UT
USA LAES 49181	LA	USA UTU-53918	UT
USA LAES 49183	LA	USA UTU-47484	UT
USA LAES 49194	LA	USA UTU-53946	UT
USA LAES 49198	LA	USA UTU-53941	UT
USA LAES 49199	LA	USA UTU-42531	UT
USA LAES 49200	LA	USA U-49245	UT
USA LAES 49201	LA	USA U-50802	UT
USA MTM-38582-A	MT	USA UTU-0647	UT
USA MTM-63708	MT	USA UTU-50687	UT
USA M-13323 (ND)	ND	USA UTU-37116	UT
USA M-68863 (SD)	SD	USA UTU-59122	UT
USA UTU-70189	UT	USA UTU-63985	UT
USA UTU-73175	UT	USA UTU-52298	UT
USA UTU-73434	UT	USA UTU-7386	UT
USA UTU-73435	UT	USA UTU-67178	UT
USA UTU-73444	UT	USA UTU-67549	UT
USA UTU-73450	ŪT	USA UTU-74416	ÜT
USA U-8345	UT	USA UTU-74413	UT
USA U-14646	UT	USA UTU-73900	UT
USA U-66746	ŪT	USA UTU-67868	UT
USA UTU-42469	ŪT	USA UTU-74414	UT
USA U-65222	ŪT	USA UTU-49530	UT
USA U-61263	UT	USA UTU-53860	UT
USA UTU-29535	UT	USA UTU-34711	UT
USA U-25880	UT	USA UTU-46699	UT
USA U-65223	UT	USA UTU-73643	UT
USA U-29797	UT	USA UTU-0141804	UT
USA UTU-0109054	UT	USA UTU-75091	UT
USA UTU-8346	UT	USA UTU-75097	UT
USA U-8347	UT	USA UTU-74972	UT
USA UTU-8344	UT	USA UTU-75096	UT
USA U-8344-A	UT	USA UTU-74415	UT
USA UTU-8348	UT	USA UTU-38401	UT
USA U-38424	UT	USA UTU-38411	UT
USA U-38427	UT	USA UTU-31260	UT
USA SL-065841-A	UT	USA UTU-59654	UT
USA UTU-31736	UT	USA U-14219	UT
USA U-38426	UT	USA UTU-30123	UT
USA U-44090-A	UT	USA UTU-34714	UT
USA U-71694	UT	USA UTU-10134	UT
USA U-72028	UT	USA UTU-10830	UT
USA U-51026	UT	USA UTU-14223	UT

Santa Fe Snyder Corporation

July 2, 1999

Utah Division of Oil, Gas & Mining 1594 W. North Temple, Suite 1210 P. O. Box 145801 Salt Lake City, Utah 84114-5801

Attn.: Ms. Kristen Risbeck

RE: Company Merger

Surety Bond Number - JZ 7777 Operator Number - N2000

Dear Ms. Risbeck:

Snyder Oil Corporation (SOCO) and Santa Fe Energy Resources, Inc. (Santa Fe) have merged to form Santa Fe Snyder Corporation (SFS). The legal acceptance date of the merger is May 5, 1999. However in an effort to simplify documentation issues, SFS requests that June 1, 1999 be used as the effective date of merger.

Please change all operated facilities, Applications to Drill (approved and in process) and any other regulatory filings from Snyder Oil Corporation to Santa Fe Snyder Corporation. Attached is the following information in support of this request.

Copy of Merger Certificate
Copy of the Office of the Secretary of State's Acceptance
Sundry Notices for Properties Located on Fee or State Land
Sundry Notice for Federal Properties
Spreadsheet of all Utah Facilities Operated by SOCO

All correspondence, documents, notifications, etc. should continue to be sent to SFS at the following address

1625 Broadway, Suite 2200 Denver, CO 80202

Please inform SFS when this request has been accepted and the changes are finalized. If any questions arise or additional information is required, please contact me at 303-592-8668.

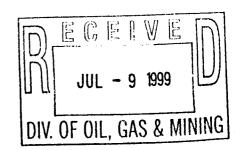
vllis Sobotik

gr. Regulatory Specialist

/ps

Enclosures:

1625 Broadway Suite 2200 Denver, Colorado 80202 303/592-8500 Fax 303/592-8600



State of Delaware

PAGE 1

Office of the Secretary of State

I, EDWARD J. FREEL, SECRETARY OF STATE OF THE STATE OF DELAWARE, DO HEREBY CERTIFY THE ATTACHED IS A TRUE AND CORRECT COPY OF THE CERTIFICATE OF MERGER, WHICH MERGES:

"SNYDER OIL CORPORATION", A DELAWARE CORPORATION,

WITH AND INTO "SANTA FE ENERGY RESOURCES, INC." UNDER THE NAME OF "SANTA FE SNYDER CORPORATION", A CORPORATION ORGANIZED AND EXISTING UNDER THE LAWS OF THE STATE OF DELAWARE, AS RECEIVED AND FILED IN THIS OFFICE THE FIFTH DAY OF MAY, A.D. 1999, AT 11 O'CLOCK A.M.

A FILED COPY OF THIS CERTIFICATE HAS BEEN FORWARDED TO THE NEW CASTLE COUNTY RECORDER OF DEEDS.

Edward J. Freel, Secretary of State

AUTHENTICATION:

9725623

DATE:

05-05-99

0774411 8100M

991177495

CERTIFICATE OF MERGER

Merger of Snyder Oil Corporation, a Delaware corporation
With and Into
Santa Fe Energy Resources, Inc., a Delaware corporation

Pursuant to the provisions of Section 251 of the Delaware General Corporation Law, the undersigned certifies as follows concerning the merger (the "Merger") of Snyder Oil Corporation, a Delaware corporation, with and into Santa Fe Energy Resources, Inc., a Delaware corporation, with Santa Fe Energy Resources, Inc. as the surviving corporation (the "Surviving Corporation").

- 1. The Agreement and Plan of Merger, dated as of January 13, 1999 (the Agreement and Plan of Merger being hereinafter referred to as the "Merger Agreement") has been approved, adopted, certified, executed and acknowledged by Snyder Oil Corporation and Santa Fe Energy Resources, Inc. in accordance with Section 251 of the Delaware General Corporation Law.
- 2. The Merger contemplated in the Merger Agreement and this Certificate of Merger will be effective immediately upon the filing of this Certificate of Merger
- 3. The name of the Surviving Corporation shall be Santa Fe Energy Resources, Inc. which shall be changed herewith to Santa Fe Snyder Corporation.
- 4. Article FIRST of the Restated Certificate of Incorporation of Santa Fe Energy Resources, Inc. is amended, effective as of the date hereof, to read in its entirety as follows:

"FIRST: The name of the corporation (hereinafter referred to as the "Corporation") is Santa Fe Snyder Corporation."

and that the first paragraph of Article FOURTH of the Restated Certificate of Incorporation of Santa Fe Energy Resources, Inc. is amended, effective as of the date hereof, to read in its entirety as follows:

"FOURTH: The total number of shares of all classes of capital stock which the Corporation shall have authority to issue is 350,000,000, of which 50,000,000 shares shall be Preferred Stock, par value \$.01 per share, and 300,000,000 shares shall be Common Stock, par value \$.01 per share."

The Restated Certificate of Incorporation of Santa Fe Energy Resources, Inc., as amended, in effect at the effective time of the Merger shall be the certificate of incorporation of the

HOU04:121911.2

Surviving Corporation.

- 5. The executed Merger Agreement is on file at the principal place of business of the Surviving Corporation, 1616 South Voss Road, Houston, Texas 77057.
- 6. A copy of the Merger Agreement will be furnished by the Surviving Corporation, on request and without cost, to any stockholder of Snyder Oil Corporation or Santa Fe Energy Resources, Inc.

Dated this 5th day of May, 1999.

SANTA FE ENERGY RESOURCES, INC.

Name: David L. Hicks

Title: Vice President — Law and

General Counsel

FORM 3160-5 (June 1990)

DEF

SUNDRY NOTICES AND REPORTS ON WELLS

BI

ITED STATES	
PARENT OF THE INTERIOR	
UREAU OF LAND MANAGEMENT	

FORM A	MPROVED
Budget E	Bureau No. 1004-0135
Expires:	March 31, 1993

5.	Lease	Designation	and	Ser	ial	No	١,

See	Attached List	

6.	If Indian,	Allottee	or Tribe	Name
----	------------	----------	----------	------

Do not use this form for proposals to drill or to	deepen or reentry a different reservoir.	6. If Indian, Allottee or Tribe Name
Use "APPLICATION F	FOR PERMIT -" for such proposals	See Attached List
	N TRIPLICATE	7. If Unit or CA, Agreement Designation
1. Type of Well Oil Well Well Well Other	See Attached List	8. Well Name and No. See Attached List 9. API Well No.
2. Name of Operator		See Attached List
Santa Fe Snyder Corporation	Attn.: Phyllis Sobotik	10. Field and Pool, or Exploratory Area
3. Address and Telephone No.		See Attached List
1625 Broadway, Suite 2200, Der	iver, CO 80202 303-592-8668	11. County or Parish, State
4. Location of Well (Footage, Sec., T., R., m., or Survey Description) See Attached List		See Attached List
12. CHECK APPROPRIATE BO	X(s) TO INDICATE NATURE OF NOTICE, F	REPORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF AC	TION
Notice of Intent Subsequent Report Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing X Other Change of Operator	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well
Corporation. The legal acceptance documentation issues, Santa Fe S effective date of merger.	Fe Energy Resources, Inc. have mere date of the merger is May 5, 1999. Involved Corporation requests that June and of the Office of the Secretary of Ster - UT-0855	However in an effort to simplify a 1, 1999 be used as the
Surety Bond Number - 400JF Please contact Phyllis Sobotik at 3	5433 303-592-8668 if you have any question	DIV. OF OIL, GAS & MINI
14. I hereby certify that the foregoing is true and correct		
Signed Khyller Sobotio	Title Sr. Regulatory Specialist	Date01-Jul-99
(This space for Federal of state office use)		
Approved by Conditions of approval, if any:	Title	Date
Title 18 U.S.C. Section 1001, makes it a crime for any person kn statements or representations as to any matter within its jurisdicti	owingly and willfully to make to any department or agency of the Union.	ted States any false, fictitious or fraudulent

UTAH FACILITIES

Lease	Unit Name	Tribe Name	Field	Stat	County	1/41/4	s	т	R	Lease Number	Mineral Type	API Number	Comments
	Omervanie	Hante		INA	Duchesne	SW/SE	16	98		ML 16532	STATE	43-013-31022	10200
State #16-1-0				ACT	Duchesne	SE/SW	16	98			STATE	43-013-31022	10199
State #16-2-N				ACT	Uintah	NW/SE	32			ML 40226	STATE	43-047-31646	
Stirrup #32-1J	<u> </u>		Horseshoe Bend			 		6S			FED		9614
Stirrup Federal #29-2			Horseshoe Bend	INA	Uintah	NW/SE	29	6S		U 46699	 	43-047-31508	11055
Stirrup Federal #29-3	Horseshoe Bend		Horseshoe Bend	INA	Uintah	SE/SE	29	68	-	U 46699	FED	43-047-31634	12323
Stirrup State 32-1	Horseshoe Bend		Horseshoe Bend	ACT	Uintah	NW/NE	32	6S		ML 22036	STATE	43-047-31557	12323
Stirrup State #32-2	Horseshoe Bend		Horseshoe Bend	ACT	Uintah	SE/NE	32	68		ML 22036	STATE	43-047-31626	12323
Stirrup State #32-6	Horseshoe Bend		Horseshoe Bend	WIW	Uintah	NE/NE	32	68		ML 22036	STATE	43-047-32784	Injector 12323
UTD Chasel #24-14				INA	Uintah	SE/SW	24	98		U 67549	FED	43-047-32566	11798
UTD Kidd #20-16			Eight Mile Flat North (Monument Butte)		Uintah	SE/SE	20	98		U 67178	FED	43-047-32568	11727
Ute Tribal #13-1		Ute		ACT	Uintah	NE/NE	13	4\$		14-20-H62-4376	FED	43-047-31846	10931
Ute Tribal #15-1		Ute	Windy Ridge West (Leland Bench)	INA	Uintah	SW/SW	15	48	1E	14-20-H62-4527	FED IND	43-047-31936	11218
Ute Tribal #16-1		Ute		ACT	Uintah	SE/SE	16	4S		14-20-H62-4526	FED IND	43-047-31933	11219
Ute Tribal #21-1		Ute		ACT	Uintah	NE/NE	21	48	1E	14-20-H62-4418	FED IND	43-047-31821	10818
Ute Tribal #21-W-1 (Wtr Supply)		Ute	Windy Ridge West (Leland Bench)	INA	Uintah	NE/NE	21	48	1E	14-20-H62-4418	FED IND		On same pad w/21-1
Ute Tribal #21-2H		Ute	Windy Ridge West (Leland Bench)	ACT	Uintah	SE/NE	22	48	1E	14-20-H62-4418	FED IND	43-047-32570	11725
Ute Tribal #21-3B		Ute	Windy Ridge West (Leland Bench)	ACT	Uintah	NW/NE	21	48	1E	14-20-H62-4418	FED IND	43-047-32571	11770
Ute Tribal #21-4G	<u> </u>	Ute	Windy Ridge West (Leland Bench)	INA	Uintah	SW/NE	21	4S	1E	14-20-H62-4418	FED IND	43-047-32664	11766
Ute Tribal #21-5C		Ute	Windy Ridge West (Leland Bench)	TAD	Uintah	NE/NW	21	4S	1E	14-20-H62-4418	FED IND	43-047-32690	11860
Ute Tribal #22-1		Ute	Windy Ridge West (Leland Bench)	INA	Uintah	NW/NW	22	4 S	1E	14-20-H62-4528	FED IND	43-047-31934	11220
Ute Tribal #22-2		Ute	Windy Ridge West (Leland Bench)	INA	Uintah	SW/NW	22	48	1E	14-20-H62-4528	FED IND	43-047-32097	11343
Ute Tribal #22-4I		Ute	Windy Ridge West (Leland Bench)	ACT	Uintah	NE/SE	22	48	1E	14-20-H62-4528	FED IND	43-047-32572	11748
Ute Tribal #23-1	Leland Bench	Ute	Windy Ridge East (Leland Bench)	ACT	Uintah	SW/SE	23	48	1E	14-20-H62-4529	FED IND	43-047-31935	12010
Ute Tribal #25-1	Leland Bench	Ute	Windy Ridge East (Leland Bench)	ACT	Uintah	SW/NW	25	48	1E	14-20-H62-4417	FED IND	43-047-31848	12010
Ute Tribal #25-F	Leland Bench	Ute	Windy Ridge East (Leland Bench)	ACT	Uintah	SE/NW	25	48	1E	14-20-H62-4823	FED IND	43-047-32809	2010
Ute Tribal #26-1	Leland Bench	Ute	Windy Ridge East (Leland Bench)	ACT	Uintah	SE/NE	26	48	1E	U 35A	FED	43-047-31822	Injector ZD D
Ute Tribal #26-1C	Leland Bench	Ute	Windy Ridge East (Leland Bench)	ACT	Uintah	NE/NE	26	48	1E	U 35A	FED	43-047-31738	12010
Ute Tribal #26-3G	Leland Bench	Ute	Windy Ridge East (Leland Bench)	ACT	Uintah	SE/NE	26	48	1E	U 35A	FED	43-047-32667	12010
Ute Tribal #26-5J	Leland Bench	Ute	Windy Ridge East (Leland Bench)	ACT	Uintah	NW/SE	26	48	1E	U 35A	FED	43-047-32574	12010
Ute Tribal #27-1		Ute	Windy Ridge West (Leland Bench)	ACT	Uintah	NW/NW	27	48	1E	14-20-H62-4530	FED IND	43-047-31942	11221
Walker Hollow Unit #6	Walker Hollow		Walker Hollow (Horseshoe Bend)	INA	Uintah	SE/SE	8	7S	23E	U 02651	FED	43-047-31034	2760
Walker Hollow Unit #J-8	Walker Hollow		Walker Hollow (Horseshoe Bend)	INA	Uintah	NW/SE	8	7\$	23E	U 02651	FED	43-047-31092	2760
W. Walker Fed. #1C-33				ACT	Uintah	NW/SW	33	6S		U 38411	FED	43-047-30815	2715
W. Walker St. #1C-32			Horseshoe Bend	ACT	Uintah	NE/SW	32	6S	22E	ML 33526	STATE	43-047-30877	2720
West Walker St. #2-32			Horseshoe Bend	INA	Uintah	NW/NE	32	68	22E	ML 33526	STATE	43-047-30878	2721
White River #1-14				INA	Uintah	NE/NW	14	108		U 38427	FED	43-047-30481	1500
Willow Creek Unit #1	1		- Martin - M	INA	Uintah	SE/NE	27	118		U 34705	FED	43-047-31775	10804
Willow Creek Unit #2				INA	Uintah	SE/SW	5	118		U 39223	FED	43-047-31818	11604
		 		ACT	Uintah	NE/NE	5	7S			FED	43-047-15609	2755

Bevision of Oil, Gas and Mining

OPERATOR CHANGE WORKSHEET

Attach all documentation received by the division regarding this change.

Initial each listed item when completed. Write N/A if item is not applicable.

Routing:	
J-KDR	6-KAS
2-Gill	7-85-p
3-8RB	8-FILE
4-CDW	9-10 ic
5−KDR √	

minai each fisted i	tem when completed. Write i	WA II HOM IS NOT uppl	1400.01		5-I	OR V	
☐ Change of C☐ Designation	Operator (well sold) of Operator		nation of Ager or Name Cha	nt nge Only (ME	RGER)		
he operator of	the well(s) listed below	has changed, effe	ective: <u>6–1</u>	-99			
O: (new opera	tor) <u>SANTE FE SNYDI</u>	ER CORPORATION	FROM: (old	operator)	SNYDER OI	L CORPOR	ATION
(add	•			(address)	P.O. BOX	129	
, (uuu	BAGGS, WYOMING	G 82321		,	BAGGS, WY	OMING 8	2321
	Phone: (307) 383				Phone: <u>(3</u>		
	Account no. N20	000 (6-24-99)			Account no	. <u>N1305</u>	
VELL(S) attach	additional page if needed:	*HORSI	ESHOE BEND,	LOVE, EAST	BENCH & WA	ALKER HO	LLOW UNITS
lame: *SEE	ATTACHED* API:	93-697-31896	Entity:	s T	R	Lease:	
lame:	API:	9 <u>3-697-3/696</u>	Entity:	s T	R		
lame:	API:		Entity:	s r	K	Lease: Lease:	
lame:	API:		Entity:	$\frac{}{}$ $\stackrel{S}{}$ $\stackrel{T}{}$ $\stackrel{T}{}$		Lease:	
lame:	API:		Entity:		R	Lease:	
lame:	API:		Entity:	S T	R	Lease:	
	CHANGE DOCUMEN 8-10) Sundry or other leg		n has been reco	eived from the	FORMER	operator ((attach to this
2. (r649- form)	8-10) Sundry or other	legal documentat	ion has been	received from	the NEW o	perator (A	Attach to this
2 3. The I wells ±0118	Department of Comme in Utah. Is the company	rce has been com y registered with	tacted if the nate the state?	ew operator a yes/no)	bove is not of If yes, show	currently of company	operating any file number:
	INDIAN AND FEDERA of BLM status in communities should ordinarily tall gh 9 below.	ents section of th	is form BLA	M approval of	Federal and	i Indian	well operator
5. Chang	ges have been entered in	the Oil and Gas	Information	System (3270)) for each w	ell listed	above.
₹ 6. Card	ex file has been updated	for each well list	ed above.				
₹ 7. Well:	file labels have been up	dated for each we	ll listed above	e.(NW SYS	tom		
X Chance	ges have been included on 1st Lands, Sovereign Lar	n the monthly "Oi	nerator. Addre	ess, and Accou	int Changes'	memo fo	or distribution
9. A fol	der has been set up for nce during routing and t	the Operator Corocessing of the	hange file, an original docur	nd a copy of t nents.	his page has	s been pla	aced there for



United States Department of the Interior BUREAU OF INDIAN AFFAIRS

Uintah and Ouray Agency P. O. Box 130 988 South 7500 East

Fort Duchesne, Utah 84026-0130

Phone: (435) 722-4300

Fax: (435)722-2323

IN REPLY REFER TO: Minerals and Mining Phone: (435) 722-4310 Fax: (435) 722-2809

September 21, 1999

Coastal Oil & Gas Corporation

Attn: Don Spicer Nine Greenway Plaza Houston, TX 77046-0995 Santa Fe Snyder Corporation Attn: Phyllis Sobotik 1625 Broadway, #2200 Denver, CO 80202

Dear Mr. Spicer and Mrs. Sobotik:

We have received copies of Sundry Notices, dated August 8, 1999, informing this office of a change of operator for the following wells:

OPERATOR - FROM:

Santa Fe Syder Corporation

TO:

Coastal Oil & Gas Corporation

Legal Description	Lease No.	Well No.	Location
Sec. 13-T4S-R1E	14-20-H62-4376	Ute Tribal 13-1 🗸	NENE
Sec. 15-T4S-R1E	14-20-H62-4527	Ute Tribal 15-1 ✓	SWSW
Sec. 16-T4S-R1E	14-20-H62-4526	Ute Tribal 16-1 V	SESE
Sec. 21-T4S-R1E	14-20-H62-4418	Ute Tribal 21-1	NENE
		Ute Tribal 21-W-1	NENE
		Ute Tribal 21-2H	SENE
		Ute Tribal 21-3B	NWNE
		Ute Tribal 21-4G \(\square\$	SWNE
		Ute Tribal 21-5C ✓	NENW
Sec. 22-T4S-R1E	14-20-H62-4528	Ute Tribal 22-1 ✓	NWNW
		Ute Tribal 22-2 🗸	SWNW
		Ute Tribal 22-4I	NESE
Sec. 23-T4S-R1E	14-20-H62-4529	Ute Tribal 23-1	SWSE
Sec. 25-T4S-R1E	14-20-H62-4417	Ute Tribal 25-1	SWNW
		Ute Tribal 25-F 🗸	SENW
Sec. 26-T4S-R1E	14-20-H62-4386	Ute Tribal 26-1	SENE
	•	Ute Tribal 26-1C	NENE
		Ute Tribal 26-3G ✓	SENE
		Ute Tribal 26-5J	NWSE
		Ute Tribal 27-1 🗸	NWNW

Ding	~ £	O:I	Can	4	N/I:	:
Division	UL	υu,	Gas	anu	TATTI	ш





Check each listed item when completed. Write N/A if item is not applicable.

ROUTING:	
1-GLH	4-KAS
2-CDW	5-SJ
2 H T	4 EU E

Change of Operator (Well Sold)

N/A 3.

<u>YES</u> 4.

operator on

Designation of Agent

X Operator Name Change Only

OPERATOR CHANGE WORKSHEET

Merger

TO:(New Operator) COASTAL OIL		L & GA	S CORP	FROM: (Old Operator) SANTA FE SNYDER CORP					
Address: P. O. BOX 114						s: <u>P. O. BO</u>			
	VERNAL, U	T 84078	-			BAGGS,	21		
	Phone: 1-(43	5)-871-7	7023			Phone: 1	-(307)-3	83-2800	
	Account No					Account			
WELL(S):	CA Nos	*:	(or		_ Unit			
Name: <u>UTE 13-1</u>		API:_	43-047-31846	Entity: 10931		_T <u>04S_</u> R		_ Lease: <u>INDIAN</u>	
Name: <u>UTE TRIBAL 15</u>	i-1	API:_	43-047-31936	Entity: 11218	S <u>15</u>	T <u>04S</u> R	R 01E	_Lease: INDIAN	
Name: <u>UTE TRIBAL 16</u>	5-1	API:_	43-047-31933	Entity: 11219	S <u>16</u>	T_04S1	R <u>01E</u>	Lease: <u>INDIAN</u>	
Name: <u>UTE TRIBAL 21</u>	1	API:_	43-047-31821	Entity: 10818	S <u>21</u>	T_04S1	R <u>01E</u>	Lease: <u>INDIAN</u>	
Name: <u>UTE TRIBAL 21</u>	-2H	API:_	43-047-32570	Entity: 11725	S <u>21</u>	T <u>_04S</u> 1	R <u>01E</u>	Lease: <u>INDIAN</u>	
Name: <u>UTE TRIBAL 21</u>	3B	API:_	43-047-32571	Entity: <u>11770</u>	S <u>21</u>	_T <u>04S</u> _I	R <u>01E</u>	Lease: INDIAN	
Name: <u>UTE TRIBAL 21</u>	-4G	API:_	43-047-32664	Entity: 11766	S 21	_T_04S1	R <u>01E</u>	_Lease: <u>INDIAN</u>	
Name: UTE TRIBAL 21	-5C	API:_	43-047-32690	Entity: 11860	S 21	T 04S I	R <u>01E</u>	Lease: INDIAN	
Name: UTE TRIBAL 22	2-1	API:_	43-047-31934	Entity: 11220	S_22_	T_04S1	R <u>01E</u>	_Lease: <u>INDIAN</u>	
Name: <u>UTE TRIBAL 22</u>	2-2	API:_	43-047-32097	Entity: 11343	S <u>22</u>	T_04S1	R 01E	_Lease: <u>INDIAN</u>	
Name: <u>UTE TRIBAL 22</u>	2-4I	API:	43-047-32572	Entity: 11748	S 22	T_04S	R <u>01E</u>	_Lease: <u>INDIAN</u>	
Name: <u>UTE TRIBAL 23</u>	-1	API:_	43-047-31935	Entity: 12010	S <u>23</u>	T <u>04S</u>	R 01E	Lease: <u>INDIAN</u>	
Name: <u>UTE TRIBAL 25</u>	5-1	API:	43-047-31848	Entity: 12010	S 25	T 04S	R 01E	_Lease: <u>INDIAN</u>	
Name: <u>UTE TRIBAL 25</u>	5-F	API:	43-047-32809	Entity: 12010	S 25	T 04S	R 01E	Lease: <u>INDIAN</u>	
Name: <u>UTE TRIBAL 26</u>	5-1	API:_	43-047-31822	Entity: 12010	S <u>26</u>	T <u>04S</u>	R 01E	_Lease: INDIAN	
Name: <u>UTE TRIBAL 26</u>	5-1C	API:_	43-047-31738	Entity: 12010	S 26	T 04S	R 01E	Lease: INDIAN	
Name: UTE TRIBAL 26	5-3G	API:_	43-047-32667	Entity: 12010	S <u>26</u>	T 04S	R 01E	_Lease: <u>INDIAN</u>	
Name: <u>UTE TRIBAL 26</u>	5-5J	API:_	43-047-32574	Entity: 12010	S <u>26</u>	T <u>04S</u>	R 01E	Lease: <u>INDIAN</u>	
Name: <u>UTE TRIBAL 27</u>	'-1	API:_	43-047-31947	Entity: <u>2900</u>	S <u>27</u>	T <u>04S</u>	R 01E	Lease: <u>INDIAN</u>	
Name:		API:_	y-	Entity:	S	T	_R	Lease:	

(R649-8-10) Sundry or other legal documentation has been received from the **NEW** operator on

The new company has been looked up in the Department of Commerce, Division of Corporations Database if the new operator above is not currently operating any wells in Utah. Is the operator registered with the State? Yes/No If yes, the company file number is <u>049324</u>. If no, Division letter was mailed to the new

change for all wells listed above involved in the CA on	<u>YES</u> 5.	Federal and Indian Lease Wells. The BLM or the BIA has approved the merger, name change or operator change for all wells listed above involving Federal or Indian leases on 9-21-99.
change for all wells listed above involved in the CA on N/A 8. Underground Injection Control ("UIC") Program. The Division has approved UIC Form 5, Transfer of Authority to Inject, for the enhanced/secondary recovery unit/project and/or for the water disposal well(s) listed above. YES 9. Changes have been entered in the Oil and Gas Information System for each well listed on 3-3-00 YES 10. Changes have been included on the Monthly Operator Change letter on 3-3-00 STATE BOND VERIFICATION N/A 1. State Well(s) covered by Bond No. FEE WELLS - BOND VERIFICATION / LEASE INTEREST OWNER NOTIFICATION N/A 1. (R649-3-1) The NEW operator of any fee lease well(s) listed above has furnished a proper bond. N/A 2. The FORMER operator has requested a release of liability from their bond as of todays date? If yes, Division response was made to this request by letter dated (see bond file). N/A 3. (R649-2-10) The Former operator of any Fee lease wells listed above has been contacted and informed by letter dated of their responsibility to notify all interest owners of this change. N/A 4. Bond information added to RBDMS on FILMING 1. All attachments to this form have been microfilmed on	<u>N/A</u> 6.	
Authority to Inject, for the enhanced/secondary recovery unit/project and/or for the water disposal well(s) listed above. YES 9. Changes have been entered in the Oil and Gas Information System for each well listed on 3-3-00 YES 10. Changes have been included on the Monthly Operator Change letter on 3-3-00 STATE BOND VERIFICATION N/A 1. State Well(s) covered by Bond No FEE WELLS - BOND VERIFICATION / LEASE INTEREST OWNER NOTIFICATION N/A 2. The FORMER operator has requested a release well(s) listed above has furnished a proper bond N/A 3. (R649-3-1) The NeW operator of any fee lease wells listed above has been contacted and informed by letter dated, of their responsibility to notify all interest owners of this change. N/A 4. Bond information added to RBDMS on N/A 5. Fee wells attached to bond in RBDMS on FILMING All attachments to this form have been microfilmed on The original of this form has been filed in the operator file and a copy in the old operator file. COMMENTS	<u>N/A</u> 7.	- , , ,
YES 10. Changes have been included on the Monthly Operator Change letter on3-3-00 STATE BOND VERIFICATION N/A 1. State Well(s) covered by Bond No FEE WELLS - BOND VERIFICATION / LEASE INTEREST OWNER NOTIFICATION N/A 1. (R649-3-1) The NEW operator of any fee lease well(s) listed above has furnished a proper bond. N/A 2. The FORMER operator has requested a release of liability from their bond as of todays date? If yes, Division response was made to this request by letter dated (see bond file). N/A 3. (R649-2-10) The Former operator of any Fee lease wells listed above has been contacted and informed by letter dated, of their responsibility to notify all interest owners of this change. N/A 4. Bond information added to RBDMS on N/A 5. Fee wells attached to bond in RBDMS on FILMING 1. All attachments to this form have been microfilmed on FILING 1. Originals/Copies of all attachments pertaining to each individual well have been filed in each well file. 2. The original of this form has been filed in the operator file and a copy in the old operator file.	<u>N/A</u> 8.	Authority to Inject, for the enhanced/secondary recovery unit/project and/or for the water disposal well(s) listed
STATE BOND VERIFICATION N/A 1. State Well(s) covered by Bond No	<u>YES</u> 9.	Changes have been entered in the Oil and Gas Information System for each well listed on 3-3-00.
FEE WELLS - BOND VERIFICATION / LEASE INTEREST OWNER NOTIFICATION N/A 1. (R649-3-1) The NEW operator of any fee lease well(s) listed above has furnished a proper bond. N/A 2. The FORMER operator has requested a release of liability from their bond as of todays date? If yes, Division response was made to this request by letter dated (see bond file). N/A 3. (R649-2-10) The Former operator of any Fee lease wells listed above has been contacted and informed by letter dated, of their responsibility to notify all interest owners of this change. N/A 4. Bond information added to RBDMS on N/A 5. Fee wells attached to bond in RBDMS on FILMING 1. All attachments to this form have been microfilmed on The originals/Copies of all attachments pertaining to each individual well have been filed in each well file. 2. The original of this form has been filed in the operator file and a copy in the old operator file.	<u>YES</u> 10.	Changes have been included on the Monthly Operator Change letter on 3-3-00.
FEE WELLS - BOND VERIFICATION / LEASE INTEREST OWNER NOTIFICATION N/A 1. (R649-3-1) The NEW operator of any fee lease well(s) listed above has furnished a proper bond. N/A 2. The FORMER operator has requested a release of liability from their bond as of todays date? If yes, Division response was made to this request by letter dated (see bond file). N/A 3. (R649-2-10) The Former operator of any Fee lease wells listed above has been contacted and informed by letter dated, of their responsibility to notify all interest owners of this change. N/A 4. Bond information added to RBDMS on N/A 5. Fee wells attached to bond in RBDMS on FILMING 1. All attachments to this form have been microfilmed on 2. The original of this form has been filed in the operator file and a copy in the old operator file. COMMENTS	STATE BO	ND VERIFICATION
N/A 1. (R649-3-1) The NEW operator of any fee lease well(s) listed above has furnished a proper bond. N/A 2. The FORMER operator has requested a release of liability from their bond as of todays date? If yes, Division response was made to this request by letter dated (see bond file). N/A 3. (R649-2-10) The Former operator of any Fee lease wells listed above has been contacted and informed by letter dated, of their responsibility to notify all interest owners of this change. N/A 4. Bond information added to RBDMS on N/A 5. Fee wells attached to bond in RBDMS on FILMING 1. All attachments to this form have been microfilmed on FILING 1. Originals/Copies of all attachments pertaining to each individual well have been filed in each well file. 2. The original of this form has been filed in the operator file and a copy in the old operator file.	<u>N/A</u> 1.	State Well(s) covered by Bond No
N/A 2. The FORMER operator has requested a release of liability from their bond as of todays date? If yes, Division response was made to this request by letter dated (see bond file). N/A 3. (R649-2-10) The Former operator of any Fee lease wells listed above has been contacted and informed by letter dated, of their responsibility to notify all interest owners of this change. N/A 4. Bond information added to RBDMS on N/A 5. Fee wells attached to bond in RBDMS on FILMING 1. All attachments to this form have been microfilmed on FILING 1. Originals/Copies of all attachments pertaining to each individual well have been filed in each well file. 2. The original of this form has been filed in the operator file and a copy in the old operator file.	FEE WELL	S - BOND VERIFICATION / LEASE INTEREST OWNER NOTIFICATION
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N/A 5. Fee wells attached to bond in RBDMS on FILMING 1. All attachments to this form have been microfilmed on 3.26.0. FILING 1. Originals/Copies of all attachments pertaining to each individual well have been filed in each well file. 2. The original of this form has been filed in the operator file and a copy in the old operator file. COMMENTS	<u>N/A</u> 3.	
FILMING 1. All attachments to this form have been microfilmed on 3-26-0 FILING 1. Originals/Copies of all attachments pertaining to each individual well have been filed in each well file. 2. The original of this form has been filed in the operator file and a copy in the old operator file. COMMENTS	<u>N/A</u> 4.	Bond information added to RBDMS on
1. All attachments to this form have been microfilmed on 3-26-01. FILING 1. Originals/Copies of all attachments pertaining to each individual well have been filed in each well file. 2. The original of this form has been filed in the operator file and a copy in the old operator file. COMMENTS	<u>N/A</u> 5.	Fee wells attached to bond in RBDMS on
FILING 1. Originals/Copies of all attachments pertaining to each individual well have been filed in each well file. 2. The original of this form has been filed in the operator file and a copy in the old operator file. COMMENTS	FILMING	
1. Originals/Copies of all attachments pertaining to each individual well have been filed in each well file. 2. The original of this form has been filed in the operator file and a copy in the old operator file. COMMENTS	1.	All attachments to this form have been microfilmed on 3-26-01.
2. The original of this form has been filed in the operator file and a copy in the old operator file. COMMENTS	FILING	
COMMENTS	1.	Originals/Copies of all attachments pertaining to each individual well have been filed in each well file.
	2.	The original of this form has been filed in the operator file and a copy in the old operator file.

STATE UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

DI	VISION OF OIL, GAS AND MI	NING		5. LEASE DESIGNATION AND SERIAL NUMBER:
SUNDRY N	NOTICES AND REPORTS	S ON WEL	.LS	6 IF INDIAN, ALLOTTEE OR TRIBE NAME:
	wells, significantly deepen existing wells below cur			7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL	IS. USE APPLICATION FOR PERMIT TO DRILL I	orm for such propos	315.	8. WELL NAME and NUMBER: Exhibit "A"
2. NAME OF OPERATOR:	2 1			9. API NUMBER:
El Paso E	Production Oil & Gas C	Company	PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:
South 1200 East CITY V	Vernal state Utah zip	84078	435-789-4433	10. FIELD AND FOOL, OR WILDCAT:
4. LOCATION OF WELL			e de la companya de l	COUNTY:
				UTAH
	PRIATE BOXES TO INDICAT	E NATURE	OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION	—		YPE OF ACTION	
NOTICE OF INTENT	ACIDIZE	DEEPEN		REPERFORATE CURRENT FORMATION
(Submit in Duplicate) Approximate date work will start:	ALTER CASING	FRACTURE		SIDETRACK TO REPAIR WELL
Approximate date work will start.	CASING REPAIR	☐ NEW CONS		TEMPORARILY ABANDON
	CHANGE TO PREVIOUS PLANS	OPERATOR		TUBING REPAIR
SUBSEQUENT REPORT	CHANGE TUBING	PLUG AND		VENT OR FLARE
(Submit Original Form Only)	CHANGE WELL NAME	PLUG BACH		WATER DISPOSAL
Date of work completion:	CHANGE WELL STATUS		ON (START/RESUME)	WATER SHUT-OFF
<u> -</u>	COMMINGLE PRODUCING FORMATIONS CONVERT WELL TYPE	=	ION OF WELL.SITE	X OTHER: Name Change
42 PERSONAL PROPERTY OF SOLVE				
12. DESCRIBE PROPOSED OR COMP As a result of the	e merger between The C			
subsidary of El Pa	aso Energy Corporation	, the na	me of Coastal (Oil & Gas Corporation
has been changed t	to El Paso Production	0i1 & Ga	s Company effe	ctive March 9, 2001.
•	See Ex	khibit "A	**	
Bond # 400JU0708				
	Oil & Gas Corporation			
NAME (PLEASE PRINT) John T	Elzner	TITLE	Vice Presid	ent
SIGNATURE /	3	DATE	06-15-01	
El Paso	Production Oil & Gas	Company		
NAME (PLEASE PRIMT) John T	Elzner	TITE	E Vice Presid	lent
SIGNATURE		DAT	E 06-15-01	
This space for State use only	\mathcal{I}			SENSE SPENS AND MANUAL SETS AND THE SECOND
				RECEIVED

JUN 19 2001

Office of the Secretary of State

I, HARRIET SMITH WINDSOR, SECRETARY OF STATE OF THE STATE OF DELAWARE, DO HEREBY CERTIFY THE ATTACHED IS A TRUE AND CORRECT COPY OF THE CERTIFICATE OF AMENDMENT OF "COASTAL OIL & GAS CORPORATION", CHANGING ITS NAME FROM "COASTAL OIL & GAS CORPORATION" TO "EL PASO PRODUCTION OIL & GAS COMPANY", FILED IN THIS OFFICE ON THE NINTH DAY OF MARCH, A.D. 2001, AT 11 O'CLOCK A.M.



HIN I STORY

DIVISION OF DIL. GAS AND MINING

Darriet Smith Windson, Secretary of State

AUTHENTICATION: 1061007

DATE: 04-03-01

0610204 8100

010162788

CERTIFICATE OF AMENDMENT

OF

CERTIFICATE OF INCORPORATION

COASTAL OIL & GAS CORPORATION (the "Company"), a corporation organized and existing under and by virtue of the General Corporation Law of the State of Delaware, DOES HEREBY CERTIFY:

FIRST: That the Board of Directors of the Company, by the unanimous written consent of its members, filed with the minutes of the Board, adopted a resolution proposing and declaring advisable the following amendment to the Certificate of Incorporation of the Company:

RESOLVED that it is deemed advisable that the Certificate of Incorporation of this Company be amended, and that said Certificate of Incorporation be so amended, by changing the Article thereof numbered "FIRST." so that, as amended, said Article shall be and read as follows:

"FIRST. The name of the corporation is El Paso Production Oil & Gas Company."

SECOND: That in lieu of a meeting and vote of stockholders, the stockholders entitled to vote have given unanimous written consent to said amendment in accordance with the provisions of Section 228 of the General Corporation Law of the State of Delaware.

THIRD: That the aforesaid amendment was duly adopted in accordance with the applicable provisions of Sections 242 and 228 of the General Corporation Law of the State of Delaware.

IN WITNESS WHEREOF, said COASTAL OIL & GAS CORPORATION has caused this certificate to be signed on its behalf by a Vice President and attested by an Assistant Secretary, this 9th day of March 2001.

COASTAL OIL & GAS CORPORATION

David L. Siddal Vice President

Attest:

ret E. Roark, Assistant Secretary

STATE OF DELAWARE SECRETARY OF STATE DIVISION OF CORPORATIONS FILED 11:00 AM 03/09/2001 010118394 - 0610204

IUN 19 2001



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155

RECEIVED

JUL 1 2 2001

DIVISION OF OIL, GAS AND MINING

In Reply Refer To: 3106 UTSL-065841 (UT-924)

JUL 1 0 2001 -

NOTICE

El Paso Production Oil & Gas Company

Oil and Gas

Nine Greenway Plaza

Houston TX 77046-0095

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Name Change Recognized

Acceptable evidence has been received in this office concerning the name change of <u>Coastal Oil & Gas Corporation</u> into <u>El Paso Production Oil & Gas Company</u> with <u>El Paso Production Oil & Gas Company</u> being the surviving entity.

For our purposes, the name change is recognized effective March 9, 2001.

The oil and gas lease files identified on the enclosed exhibit have been noted as to the name change. The exhibit was compiled from a list of leases obtained from our computer program. We have not abstracted the lease files to determine if the entities affected by this name change hold an interest in the leases identified nor have we attempted to identify leases where the entitities are the operator on the ground maintaining no vested recorded title or operating rights interests. We will be notifying the Minerals Management Service and all applicable Bureau of Land Management offices of the change by a copy of this notice. If additional documentation for changes of operator are required by our Field Offices, you will be contacted by them.

If you identify additional leases in which the entities maintain an interest, please contact this office and we will appropriately document those files with a copy of this Notice.

Due to the name change, the name of the principal/obligor on the bond is required to be changed from Coastal Oil & Gas Corporation to El Paso Production Oil & Gas Company. You may accomplish this either by consent of surety rider on the original bond or a rider to the original bond. The bonds are held in Wyoming and Colorado.

Opolonia L. Abeyta Acting Chief, Branch of Minerals Adjudication

Enclosure

1. Exhibit of Leases (1 pp)

cc: Moab Field Office

Vernal Field Office

MMS, Reference Data Branch, MS3130, PO Box 5860, Denver CO 80217

State of Utah, DOGM, Attn: Jim Thompson (Ste. 1210), Box 145801, SLC UT 84114

Teresa Thompson (UT-922)

Joe Incardine (UT-921)



Un States Department of the Interpretation BUREAU OF INDIAN AFFAIRS

Uintah and Ouray Agency P. O. Box 130

988 South 7500 East

Fort Duchesne, Utah 84026-0130

Phone: (435) 722-4300 Fax: (435) 722-2323

IN REPLY REFER TO: Minerals and Mining Phone: (435) 722-4310 Fax: (435) 722-2809

August 16, 2001

El Paso Production Company Attn: Elizabeth R. Williams Nine Greenway Plaza Houston, TX 77046-0995

Dear Mrs. Williams:

We are in receipt of the corporate documentation for the name change from Coastal Oil & Gas Corporation to El Paso Production Oil and Gas Company.

All documents appear to be in order, and the approval is hereby authorized to change all records, including change of operator of certain oil and gas wells, Rights-of-Way, Communitization Agreements, Oil and Gas Leases, Exploration and Development Agreements, etc. from Coastal Oil & Gas Corporation to "El Paso Production Oil and Gas Company".

Approval of this name change is August 16, 2001, but effective on March 9, 2001. If you have any questions, please do not hesitate to contact this office.

Respectfully,

Acting Superintendent

RECEIVED

AUG 2 2 2001

DIVISION OF OIL, GAS AND MINING

OPERATOR CHANGE WORKSHEET

 ROUTING

 1. GLH
 4-KAS

 2. CDW
 5-LP

 3. JLT
 6-FILE

Enter date after each listed item is completed

Change of Operator (Well Sold)

Designation of Agent

Operator Name Change (Only)

4. Is the new operator registered in the State of Utah:

X Merger

FROM: (Old Operator):		TO: (Ne	ew Operator):					
COASTAL OIL & GAS CORPORATION		EL PASO PRODUCTION OIL & GAS COMPANY						
Address: 9 GREENWAY PLAZA STE 2721			9 GREENWA					
iddiess. 7 GREENWA'I TEAZA STE 2721		Address.	9 GREEN W P	I FLAZA	SIE 2/21	KW 2973		
IOUSTON, TX 77046-0995		HOUSTON, TX 77046-0995						
hone: 1-(713)-418-4635		Phone: 1-(832)-676-4721						
account N0230		Account N1845						
	CA No.	Unit:						
VELL(S)								
	API	ENTITY	SEC TWN	LEASE	WELL	WELL		
AME	NO	NO	RNG	TYPE	TYPE	STATUS		
ICFARLANE 1-4D6 (CA 85C713)	43-013-31074	10325	04-04S-06W	INDIAN	OW	P		
ETERSON 1-5D6 (CA 85C714)	43-013-31075	10311	05-04S-06W	INDIAN	OW	P		
TE 1-6D6	43-013-31696	12058	06-04S-06W	INDIAN	OW	P		
TE 1-11D6	43-013-30482	6415	11-04S-06W	INDIAN	ow	P		
TE 1-15D6 (CA 77377)	43-013-30429	10958	15-04S-06W	INDIAN	ow	P		
TE TRIBAL P-1 (CA 9C-145)	43-047-30190	4536	03-02S-01E	INDIAN	OW	S		
STHER ARHI 1 (CA 9C-129)	43-047-30205	590	05-02S-01E	INDIAN	ow	P		
TE TRIBAL 1-18B1E (CA 9C-212)	43-047-30969	9135	18-02S-01E	INDIAN	ow	P		
TE 13-1	43-047-31846	10931	13-04S-01E	INDIAN	ow	P		
TE 15-1	43-047-31936	11218	15-04S-01E	INDIAN	ow	S		
TE 16-1	43-047-31933	11219	16-04S-01E	INDIAN	ow	P		
TE 21-1	43-047-31821	10818	21-04S-01E	INDIAN	ow	P		
TE TRIBAL 21-2-H	43-047-32570	11725	21-04S-01E	INDIAN	ow	P		
TE TRIBAL 21-3-B	43-047-32571	11770	21-04S-01E	INDIAN	ow	P		
TE TRIBAL 21-4-G	43-047-32664	11766	21-04S-01E	INDIAN	ow	S		
TE TRIBAL 21-5-C	43-047-32690	11860	21-04S-01E	INDIAN	OW	S		
TE 22-1	43-047-31934	11220	22-04S-01E	INDIAN	OW	S		
TE 22-2	43-047-32097	11343	22-04S-01E	INDIAN	ow	P		
TE TRIBAL 22-4-I	43-047-32572	11748	22-04S-01E	INDIAN	OW	P		
TE TRIBAL 14-23	43-047-33834	99999	23-04S-01E	INDIAN	OW	APD		
PERATOR CHANGES DOCUMENTAT	TION							
(R649-8-10) Sundry or legal documentation was r	eceived from the FORM	ER operato	r on:	06/19/2001				

YES

Business Number:

608186-0143

5.	If NO, the operator was contacted contacted on: N/A
6.	Federal and Indian Lease Wells: The BLM and or the BIA has approved the (merger, name change, or operator change for all wells listed on Federal or Indian leases on:
7.	Federal and Indian Units: The BLM or BIA has approved the successor of unit operator for wells listed on: 07/10/2001
8.	Federal and Indian Communization Agreements ("CA"): The BLM or the BIA has approved the operator change for all wells listed involved in a CA on: 08/16/2001
9.	Underground Injection Control ("UIC") The Division has approved UIC Form 5, Transfer of Authority to Inject, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on: N/A
D	ATA ENTRY:
1.	Changes entered in the Oil and Gas Database on: 08/30/2001
2.	Changes have been entered on the Monthly Operator Change Spread Sheet on: 08/30/2001
3.	Bond information entered in RBDMS on: N/A
4.	Fee wells attached to bond in RBDMS on: N/A
Sī	TATE BOND VERIFICATION:
1.	State well(s) covered by Bond No.: N/A
FF	EDERAL BOND VERIFICATION:
1.	Federal well(s) covered by Bond No.: N/A
IN	DIAN BOND VERIFICATION:
1.	Indian well(s) covered by Bond No.: 103601473
FF	EE WELLS - BOND VERIFICATION/LEASE INTEREST OWNER NOTIFICATION:
1.	(R649-3-1) The NEW operator of any fee well(s) listed covered by Bond No: N/A
	The FORMER operator has requested a release of liability from their bond on: N/A The Division sent response by letter on: N/A
3.	(R649-2-10) The FORMER operator of the Fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on:
	LMING: All attachments to this form have been MICROFILMED on:
	LING: ORIGINALS/COPIES of all attachments pertaining to each individual well have been filled in each well file on:
	OMMENTS: Master list of all wells involved in operator change from Coastal Oil & Gas Corporation to El Paso
-10	oduction Oil and Gas Company shall be retained in the "Operator Change File".

Division of Oil, Gas and Mining OPERATOR CHANGE WORKSHEET

ROUTING

1. DJJ

2. CDW

Change of Operator (Well Sold)

X Operator Name Change

The operator of the well(s) listed below has changed, effective:	7/1/2006							
FROM: (Old Operator):	TO: (New Operator):							
N1845-El Paso Production O&G Company	N3065-El Paso E&P Company, LP							
1001 Louisiana Street	1001 Louisiana Street							
Houston, TX 77002	Houston, TX 77002							
Phone: 1 (713) 420-2300	Phone: 1 (713) 420-2131							
CA No.	Unit:							
OPERATOR CHANGES DOCUMENTATION Enter date after each listed item is completed								
1. (R649-8-10) Sundry or legal documentation was received from th	e FORMER operator on: 7/5/2006							
2. (R649-8-10) Sundry or legal documentation was received from the NEW operator on: 7/5/2006								
3. The new company was checked on the Department of Commerce								
	Business Number: 2114377-0181							
5. If NO , the operator was contacted contacted on:								
6a. (R649-9-2)Waste Management Plan has been received on:	requested 7/18/06							
6b. Inspections of LA PA state/fee well sites complete on:	ok							
6c. Reports current for Production/Disposition & Sundries on:	2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2							
7. Federal and Indian Lease Wells: The BLM and or the	BIA has approved the merger, name change,							
or operator change for all wells listed on Federal or Indian leases								
8. Federal and Indian Units:								
The BLM or BIA has approved the successor of unit operator for								
9. Federal and Indian Communization Agreements ("CA"):							
The BLM or BIA has approved the operator for all wells listed	within a CA on:							
10. Onderground injection control (010)	ivision has approved UIC Form 5, Transfer of Authority to water disposal well(s) listed on: 7/14/2006							
Inject, for the enhanced/secondary recovery unit/project for the v	water disposal well(s) listed on: 7/14/2000							
DATA ENTRY:								
1. Changes entered in the Oil and Gas Database on:	7/19/2006							
2. Changes have been entered on the Monthly Operator Change S	Spread Sheet on: 7/19/2006							
3. Bond information entered in RBDMS on:	7/19/2006							
4. Fee/State wells attached to bond in RBDMS on:	7/19/2006							
5. Injection Projects to new operator in RBDMS on:	7/19/2006							
6. Receipt of Acceptance of Drilling Procedures for APD/New on:	7/5/2006							
BOND VERIFICATION:								
Federal well(s) covered by Bond Number:	103601420							
2. Indian well(s) covered by Bond Number:	103601473							
3. (R649-3-1) The NEW operator of any fee well(s) listed covered								
a. The FORMER operator has requested a release of liability from the	heir bond on:n/a applicable wells moved							
The Division sent response by letter on:	n/a							
LEASE INTEREST OWNER NOTIFICATION:	1 1's family last a latter from the Division							
4. (R649-2-10) The FORMER operator of the fee wells has been co	on: 7/20/2006							
of their responsibility to notify all interest owners of this change of	<u>112012000</u>							
COMMENTS:								

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES

			SE DESIGNATION AND SERIAL NUMBER: LTIPLE LEASES								
	SUNDRY	NOTICES AND R	EPORTS O	N WELI	LS	6. IF IN	IDIAN, ALLOTTEE OR TRIBE NAME:				
Do not use this	s form for proposels to drill r	new wells, significantly deepen existing	wells below current bo	ttom-hole depti	n, reenter plugged wells, or to	7. UNI	T or CA AGREEMENT NAME:				
1. TYPE OF W		eterals. Use APPLICATION FOR PER	OTHER	such proposal			L NAME and NUMBER: E ATTACHED				
2. NAME OF O	PERATOR:	**************************************	- 1	01/5			NUMBER:				
		OIL AND GAS COMPA	ANY //	845	PHONE NUMBER:	40 515	ELD AND POOL, OR WILDCAT:				
	OF OPERATOR: EGUNDO AVÉ NE	ALBUQUERQUE	NM 871	13	(505) 344-9380	1.74%	E ATTACHED				
4. LOCATION		310 3300					LUNITALI A DI IOLIFONE				
FOOTAGES	AT SURFACE: SEE #	ATTACHED				COUNT	ry: UINTAH & DUCHESNE				
QTR/QTR, S	SECTION, TOWNSHIP, RAN	STATE	UTAH								
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA											
TYPE C	F SUBMISSION		1,11,12,12	TY	PE OF ACTION						
NOTICE	E OF INTENT	ACIDIZE		DEEPEN			REPERFORATE CURRENT FORMATION				
•	nit in Duplicate)	ALTER CASING		FRACTURE '		님	SIDETRACK TO REPAIR WELL				
Approxin	nate date work will start:	CASING REPAIR		NEW CONST			TEMPORARILY ABANDON				
0		CHANGE TO PREVIOUS PL	ANS [2]	OPERATOR PLUG AND A		L-J	TUBING REPAIR VENT OR FLARE				
☐ SUBSE	QUENT REPORT	CHANGE TUBING CHANGE WELL NAME	님	PLUG BACK			WATER DISPOSAL				
	mit Original Form Only)	CHANGE WELL STATUS			N (START/RESUME)		WATER SHUT-OFF				
Date of v	work completion:	COMMINGLE PRODUCING	FORMATIONS		ON OF WELL SITE	H	OTHER: CHANGE OF				
: C-111		CONVERT WELL TYPE	ă	RECOMPLET	TE - DIFFERENT FORMATION	_	OPERATOR				
		OMPLETED OPERATIONS. CH					PERATOR) HAS				
TRANSF 2006 AN	ERRED ITS OPI	ERATORSHIP TO EL F O E&P COMPANY, L.F	ASO E&P CO	MPANY,	L.P. (NEW OPERA	ATOR)	EFFECTIVE JUNE 30, July				
FOR THE	E OPERATIONS H STATEWIDE B	Y, L.P. IS RESPONSIB CONDUCTED UPON I BLANKET BOND NO. 4 IREAU OF INDIAN AFF	LEASED LANI 00JU0705, BU	OS. BON REAU O	ID COVERAGE IS F LAND MANAGE	PROVI MENT	DED BY THE STATE				
1001 Lo Houston	ouisiana n, TX 77002	any, L. P. №3									
لم Willia	Jeliam M. Griffi	n, Sr. Vice Presi	dent								
NAME (PLEAS	E PRINT) CHERYL	CAMERON			AUTHORIZED I	REGUL	ATORY AGENT				
SIGNATURE	Thuyl (James		DATE	6/20/2006						
(This space for S	itate use only) A DDD \(\Omega \tau'\)	ED 71/9100	io	talines mans 15. mar	- sayer same and		RECEIVED				
	C. A	ED <u>7/19/00</u> e Russill	-				- -				
	Carlon	e Russill					JUL 0 5 2006				

(5/2000)

Division of Oil, Gas and Mining
Earlene Russell, Engineering Technician (See Instructions on Reverse Side)

JUL 0 5 2006

DIV. OF OIL, GAS & MINING

Division of Oil, Gas and Mining OPERATOR CHANGE WORKSHEET

ROUTING
1. DJJ
2. CDW

								2. CDW		
X - Change of Operator (Well Solo		Operator Name Change/Merger								
The operator of the well(s) listed below has	change	d, effe	ctive:	3/1/2008						
FROM: (Old Operator):				TO: (New Operator):						
N3065-El Paso E&P Company, LP				N3460-Finley Resources, Inc.						
1099 18th St, Suite 1900				_	Lake St, Sui					
Denver, CO 80202					Worth, TX 7					
Phone: 1 (303) 291-6400				Phone: 1 (817) 231-8729						
CA No	•			Unit:						
WELL NAME	SEC	TWN	RNG	API NO	ENTITY	LEASE TYPE	WELL	WELL		
	<u> </u>				NO		TYPE	STATUS		
SEE ATTACHED LIST								1		
OPERATOR CHANGES DOCUME Enter date after each listed item is complete	ed									
1. (R649-8-10) Sundry or legal documentation	on was i	receive	ed from	the FORME	R operator of		_			
2. (R649-8-10) Sundry or legal documentation	on was i	receive	ed from	the NEW ope	erator on:	3/10/2008	_			
3. The new company was checked on the De	partme	ent of (Comme	erce, Division	of Corpora	tions Database o	n:	4/28/2008		
4a. Is the new operator registered in the State	e of Uta	ıh:	yes	Business Nur	nber:	6911056-0143				
4b. If NO, the operator was contacted contact	eted on:			•			-			
5a. (R649-9-2)Waste Management Plan has be	en rece	eived o	n:	IN PLACE						
5b. Inspections of LA PA state/fee well sites of	complet	e on:		n/a						
5c. Reports current for Production/Disposition	-		on:							
6. Federal and Indian Lease Wells: The				——————————————————————————————————————	— ed the merge	r. name change.				
or operator change for all wells listed on I					BLM	n/a	BIA	not yet		
7. Federal and Indian Units:										
The BLM or BIA has approved the succ	essor o	f unit o	perato	r for wells list	ed on:	not yet				
8. Federal and Indian Communization			_				-			
The BLM or BIA has approved the open	_			· ·	A on:	n/a				
9. Underground Injection Control ("I						orm 5, Transfer	of Autho	ority to		
Inject, for the enhanced/secondary recover		projec	t for the	e water dispos	al well(s) list	ed on:	3/13/200	8		
DATA ENTRY:	•			•	, ,			_		
1. Changes entered in the Oil and Gas Data	base or	n:		4/28/2008						
2. Changes have been entered on the Month			Change	Spread Shee	et on:	4/28/2008	_			
3. Bond information entered in RBDMS on:				n/a						
4. Fee/State wells attached to bond in RBDM				n/a						
5. Injection Projects to new operator in RBI					– ,					
6. Receipt of Acceptance of Drilling Proced	ures for	APD/	New or	1:	n/a					
BOND VERIFICATION:										
1. Federal well(s) covered by Bond Number	:			n/a						
2. Indian well(s) covered by Bond Number:	11/	\ 1· ·	1	RLB001126		I.				
3a. (R649-3-1) The NEW operator of any fe						n/a	-			
3b. The FORMER operator has requested a	release	of liabi	ility fro	m their bond	on: <u>n/a</u>	_				
The Division sent response by letter on:		my a :								
LEASE INTEREST OWNER NOT	161 <i>6</i> 18		N •							

4. (R649-2-10) The NEW operator of the fee wells has been contacted and informed by a letter from the Division

n/a

of their responsibility to notify all interest owners of this change on:

COMMENTS:

STATE OF UTAH	FORM 9
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER:
	G. JE INDIAN AN OTTEF OR TRIPE NAME.
SUNDRY NOTICES AND REPORTS ON	WELLS 6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current botton drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for su	m-hole depth, reenter plugged wells, or to ch proposals. 7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: Various Leases
2. NAME OF OPERATOR: EL PASO E&P COMPANY, L.P. $\lambda 3065$	9. API NUMBER: Attached (2 /ists)
3. ADDRESS OF OPERATOR:	PHONE NUMBER: 10. FIELD AND POOL, OR WILDCAT:
1099 18TH ST, STE 1900 GHY DENVER STAFE CO 219 80202	2 (303) 291-6400
4. LOCATION OF WELL FOOTAGES AT SURFACE:	соинту: Uintah
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:	STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NA	TURE OF NOTICE, REPORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION
NOTICE OF INTENT	REPERFORATE CURRENT FORMATION
	RACTURE TREAT SIDETRACK TO REPAIR WELL TEMPORABILY ARABDON
<u> </u>	IEW CONSTRUCTION TEMPORARILY ABANDON DEFRATOR CHANGE TUBING REPAIR
	PLUG AND ABANDON VENT OR FLARE
	PLUG BACK WATER DISPOSAL
(Submit Original Form Only)	PRODUCTION (START/RESUME) WATER SHUT-OFF
Date of work completion:	RECLAMATION OF WELL SITE OTHER:
CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATION
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent	details including dates, depths, volumes, etc.
PLEASE BE ADVISED THAT AS A RESULT OF SALE, EL PASO OPERATORSHIP OF THE ATTACHED REFERENCED WELLS CHANGE OF OPERATORSHIP WILL BE MARCH 1, 2008.	O E&P COMPANY, L.P. WILL BE TRANSFERING
FINLEY RESOURCES INC 1308 LAKE ST. STE 200 FORT WORTH, TX 76102	
COMPANY BOND NUMBER: (PLB 001/363	
NAME: FINLEY RESOURCES INC.	TITLE BY: BRENT D TALBOT, PRESIDENT (FINLEY)
SIGNATURE: B & D Sald	
DATE: 2-28-2008	
NAME (PLEASE PRINT) EI Pase E&F Company, L.P.	Thomas M. Hart, Sr. Vice President
SIGNATURE // // // // // SIGNATURE	DATE 2/28/2008
(This space for State use only)	RECEIVED
APPROVED <u>4 128 108</u>	
	MAR 1 0 2008

Carlene Russell

Division of Oil, Gas and Mining

Earlene Russell, Engineering Technician

DIV. OF OIL, GAS & MINING

El Paso to Finley Resources Leland Bench Field (sorted by unit and API #)

well_name	sec	twp	rng	api	entity	1_type	well	stat	unit_name	qtr_qtr	1_num
UTE 21 1	21	040S	010E	4304731821	10818	Indian	OW	P		NENE	14-20-H62-4900
UTE 13-1 C	13	040S	010E	4304731846	10931	Indian	OW	P		NENE	14-20-H62-4896
UTE TRIBAL 16-1	16	040S	010E	4304731933	11219	Indian	OW	S		SESE	14-20-H62-4899
UTE TRIBAL 27-1	27	040S	010E	4304731942	11221	Indian	OW	P		NWNW	14-20-H62-4906
UTE TRIBAL 22-2	22	040S	010E	4304732097	11343	Indian	OW	S		SWNW	14-20-H62-4901
UTE TRIBAL 21-2-H	21	040S	010E	4304732570	11725	Indian	OW	P		SENE	14-20-H62-4900
UTE TRIBAL 21-3-B	21	040S	010E	4304732571	11770	Indian	OW	P		NWNE	14-20-H62-4900
UTE TRIBAL 22-4-I	22	040S	010E	4304732572	11748	Indian	OW	P		NESE	14-20-H62-4901
UTE TRIBAL 21-4-G	21	040S	010E	4304732664	11766	Indian	OW	S		SWNE	14-20-H62-4900
UTE TRIBAL 4-25	25	040S	010E	4304733541	13041	Indian	OW	P		NWNW	14-20-H62-4904
UTE TRIBAL 7-25	25	040S	010E	4304733542	12999	Indian	OW	P		SWNE	14-20-H62-4904
UTE TRIBAL 12-25	25	040S	010E	4304733544	12990	Indian	OW	S		NWSW	14-20-H62-4904
UTE TRIBAL 11-25	25	040S	010E	4304733551	12989	Indian	OW	P		NESW	14-20-H62-4904

TYPE OF SUBMISSION		TYPE OF ACTION	
NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion:	CASING REPAIR NEW COMPLETED OPERATIONS. Clearly show all pertinent details	CTION (START/RESUME) MATION OF WELL SITE IPLETE - DIFFERENT FORMATION s including dates, depths, volui	mes, etc.
Add and acidize/frac perf Commingle with existing COPY SENT TO OPER SEP 123 Initials:	ATOR		RECEIVED AUG 29 2011 DIV. OF OIL, GAS & MINING

(5/2000)

STATE OF UTAH

	1		SE DESIGNATION AND SERIAL NUMBER: 20-H62-4376					
	SUNDRY	'NC	OTICES AND REPOR	₹TS O	N WEL	LS	Ute	idian, allottee or tribe name: Indian Tribe
Do	not use this form for proposals to drill no drill horizontal la	ew well terals.	lls, significantly deepen existing wells below Use APPLICATION FOR PERMIT TO DR	w current bo	ttom-hole dep	th, reenter plugged wells, or to	7. UNI	T or CA AGREEMENT NAME:
1. T	(PE OF WELL OIL WELL		GAS WELL _ OTHE				Ute	LI NAME and NUMBER:
	AME OF OPERATOR: NIEV Resources, Inc						_	NUMBER: 4731846
3. Al	ODRESS OF OPERATOR:					PHONE NUMBER:	10. FIE	ELD AND POOL, OR WILDCAT:
	08 Lake Street CCTY DOCATION OF WELL	For	rt Worth STATE TX	_{Zip} 761	02	(817) 231-8735	Lei	and Bench
	DOTAGES AT SURFACE: 330 N,	330					COUN	ry: Unitah
Q	TR/QTR, SECTION, TOWNSHIP, RAN	ge, Mi	ERIDIAN: NENE 13 4S	1E.			STATE	: UTAH
11.	CHECK APPR	ROP	PRIATE BOXES TO INDIC	ATE N	ATURE	OF NOTICE, REPO	ORT, O	R OTHER DATA
	TYPE OF SUBMISSION				Т	YPE OF ACTION		
	NOTICE OF INTENT		ACIDIZE		DEEPEN			REPERFORATE CURRENT FORMATION
	(Submit in Duplicate)	ALTER CASING		✓	FRACTURE TREAT			SIDETRACK TO REPAIR WELL
	Approximate date work will start:		CASING REPAIR		NEW CONS		ᆜ	TEMPORARILY ABANDON
		Ľ	CHANGE TO PREVIOUS PLANS	닏	OPERATOR			TUBING REPAIR
7	OUDOFOLIENT DEDODT	片	CHANGE TUBING		PLUG AND		님	VENT OR FLARE
19	SUBSEQUENT REPORT (Submit Original Form Only)	片	CHANGE WELL NAME		PLUG BACH			WATER DISPOSAL
	Date of work completion:	片	CHANGE WELL STATUS	<u> </u>		ON (START/RESUME)		WATER SHUT-OFF
	3/24/2012	片	COMMINGLE PRODUCING FORMATIC CONVERT WELL TYPE	NS [ION OF WELL SITE ETE - DIFFERENT FORMATION		OTHER:
		<u> </u>	ETED OPERATIONS. Clearly show	<u> </u>				
Tv	vo Stage Fracture Treat	men	nt with total of 87,627 gal of 34-6938, 7050-7132, 513	of foam	fluid, 15	-		6.4 bbl of fluid targeting
								RECEIVED
								JUL 0 3 2012
							ξ	DIV. OF OIL, GAS & MINING
NA.	ME (PLEASE PRINT) April Wilke	erso	n		TITI	_ Reg & Enviro A	nalyst	
	NATURE ADU	J.	the-		DAT	1/2-1-2		
	<i>y</i>							

(This space for State use only)



TREATMENT REPORT - PAGE 1

Date:

24-Mar-12

Well Name:		Location:		Customer Rep:		Field Orde	er#
UTE TRIBAL 13-1C		SEC 13 - T4S - R1E		JOHN MCLAUGHLIN			14100A
Stage:		Formation:		Treat Via: Allowable		ole Pressure Csa	Well Type:
1ST		GREEN RIVER		TUBING	6,000		OIL
County:		State:		Well Age:	PackerType:	PackerDep	th: Csg Size:
UINTAH		UT		REWORK		6,900	5.5
Type Of Service:	XL GELLED WATE	R FRAC		Csg Depth:	Tbg Size:	Tbg Depth:	Liner Size:
						6,900	
Customer Name:	FINLEY RESOURCE	S, INC		Liner Depth:	Liner Top:	Liner Bot:	Total Depth:
Address:	CLAY O'NEIL						
	1308 LAKE STEET				Csg Vol:	BHT:	
	FT. WORTH	TX 76102		57.7			
				Perf Depths:		Perfs:	TotalPerfs:
			•	6920	2924	16	92
Remarks:		/ PRIMEUP PRESSURE TEST TO 6000 PSI.		6934 ·	6938	16	
	•	BS20/40 OTTOWA	ra i	7050	7060	40	
	FRAC GR .1.2	0 PSI ISIP =5500 PSI, 5 MI	114=	7127	7132	20	
	5,000 LBS 20/40 I	O IN HOPPER				0	
	11 BBLS UNDER FLUSHED					0	
						0	

TIME FLUE N2/CO2		PRESSURE		REMARKS			FLUID	
TIME	FLUID	N2/CO2	STP	ANNULUS	KEMAKAS	PROP (lbs)	FOAM/FLD (gls)	FLUID (bbls)
6:55	0.0		0	-3825	SAFETY MEETING	0	0	0.0
7:16	0.0		-1	-12	PRIME UP PRESS TEST TO 6000 PSI	0	0	0.0
7:27	12.0		29	-17	ST PUMP-IN	0	3,570	85.0
7:29	8.2		955	-17	HOLE LOADED 40 BBLS	0	0	0.0
7:30	10.8		3028	-17	BREAKDOWN @ 3050 PSI	0	0	0.0
7:32	25.1		4081	-18	ST PAD	0	8,400	200.0
7:41	25.2		4357	-19	ST 1# TO 5# 20/40 OTTOWA	96,420	32,140	765.0
8:16	26.7		4837	-18	ST FLUSH	0	1,932	46.0
8:20	0.0		5659	-17	CUT FLUID - ISIP = 5500 PSI	0	0	0.0
8:26	0.0		4978	-16	5 MIN = 4970 PSI	0	0	0.0
					Total:	96,420	46,042	1.096.0

Summary

Max FI. Rate	Avg Fl. Rate	Max Psi	Avg Psi
26.7	15.4	6.097	4.029

Customer Acknowledgement:	Service Rating:	Treater:	PRODUCTS USED
	Satisfactory Unsatisfactory	STAN D.	CL-57, MAV-3, NE-6, BREAKER 503L, MAVCIDE II, MAVLINK BW, B-2, GB-3 INCAP,



88 INVERNESS CIRCLE E. G-101

TREATMENT REPORT - PAGE 1

Date: 25-Mar-12

Well Name:		Location:		Customer Re	ep:	Field Orde	Field Order #		
UTE TRIBAL 13-1C		SEC 13 - T4S - R1E		JOHN MCLAUGHLIN			14100B		
Stage:		Formation:		Treat Via:	Allowat Tbg	ole Pressure Csa	Well Type:		
2ND		GREEN RIVER		TUBING 6,000			OIL		
County:		State:		Well Age:	PackerType:	PackerDep	th: Csg Size:		
UINTAH		UT		REWORK		5,100	5.5		
Type Of Service:	XL GELLED WATE	ER FRAC		Csg Depth:	Tbg Size:	Tbg Depth:	Liner Size:		
					3.5				
Customer Name:	FINLEY RESOURCE	S, INC		Liner Depth:	Liner Top:	Liner Bot:	Total Depth:		
Address:	CLAY O'NEIL		ľ						
1308 LAKE STEET		т	Open Hole:	Csg Vol:	BHT:				
	FT. WORTH	TX 76102			50				
		1		Perf Depths:		Perfs:	TotalPerfs:		
				5135	5145	40	40		
Remarks:		SAFETY MEETING / PRIMEUP PRESSURE TEST TO 6000 PSI.				0			
		PUMPED 5,000 LBS 20/40 OTTOWA PUMPED 49,920 LBS16/30 TEXAS GOLD				0			
			310 DCT			0			
	BREAK DOWN 4470 PSI ISIP =1450 PSI, 5 MIN=1310 PSI, FRAC GR .72		310 131,			0			
						0			
						0			

TIME	INJECTION RATE		IJECTION RATE PRESSURE		REMARKS	A STATE OF THE STA	ter car stawer	and the fill to have been
	FLUID	N2/CO2	STP	ANNULUS	REMARKS	PROP (lbs)	FOAM/FLD (gis)	FLUID (bbls)
7:11	0.0		1	1	SAFETY MEETING	0	0	0.0
13:11	0.0		406	85	PRIME UP PRESS TEST TO 6000 PSI	0	0	0.0
13:16	5.6		35	84	ST PUMP-IN	0	4,200	100.0
13:20	31.9		3263	78	ST PAD	0	10,500	250.0
13:23	31.8		3461	76	ST SAND SCOUR	420	840	20.0
13:28	31.7		3510	76	ST .5# TO 4# 16/30 TEXAS GOLD	54,500	24,222	577.0
13:46	31.9		3333	70	ST FLUSH	0	1,823	43.4
13:48	0.0		1468	70	CUT FLUID - ISIP = 1450 PSI	0	0	0.0
13:54	0.0		1313	-3010	5 MIN = 1310 PSI	0	0	0.0
					Total:	54,920	41,585	990.4

Summary

Max Fl. Rate	Avg Fl. Rate	Max Psi	Avg Ps
31.9	22.2	4.644	2,948

Customer Acknowledgement:	Service Rating:	Treater:	PRODUCTS USED
	Satisfactory Unsatisfactory	STAN D.	CL-57, MAV-3, NE-6, BREAKER 503L, MAVCIDE II, MAVLINK BW,

Ute Tribal 13-1C Duchesne County, Utah Casing Schematic

